



**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FISCAL YEAR ENDED JUNE 30, 2025**

Leslie A. Jamison, CPA  
Chief Financial Officer

5100 Black Horse Pike · Mays Landing, New Jersey 08330 · 609-625-1111



**ATLANTIC CAPE COMMUNITY COLLEGE  
ANNUAL COMPREHENSIVE FINANCIAL REPORT**

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# INTRODUCTORY SECTION

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### President's Letter



Members of the Atlantic Cape Board of Trustees:

I am pleased to provide you and the college community with the Annual Comprehensive Financial Report for Fiscal Year 2025.

For Fiscal Year 2025, a revised budget was necessary in order to adjust the original projections to known and expected conditions. The primary factor driving this revision was a shortfall in credit tuition and fee revenue, caused by credit enrollment ending 1.9% lower than the budgeted goal, along with a reduction in State appropriations. Despite the College's efforts to implement strategies aimed at mitigating the revenue shortfall, which resulted in net savings exceeding \$600,000, the reduction in revenue surpassed the savings realized. Based on the revised FY2025 budget, the College earned 100.2% of budgeted revenues and expended 99.8% of budgeted expenditures. Most of the appropriated fund balance, as approved by the Board of Trustees, was required to cover FY2025's ending net margin. The College's unrestricted net position remains at a healthy level, as we continue to exercise caution regarding its future utilization.

We are confident that by offering relevant, in demand programs and flexible options, our credit and workforce training enrollment will improve and meet or exceed sustainable levels. Utilizing Chapter 12 grant funds, the college is moving forward with facilities infrastructure renovations and upgrades to deliver a strong first impression to current and prospective students.

Fiscal Year 2025 was a testament to *Resilience with Purpose* — of students who persist, faculty and staff who lead, and a College that stands strong for its community.

With over 60 years of experience, Atlantic Cape continues to adapt, evolve, and serve the residents of Atlantic and Cape May counties with intention. Whether through innovative programs such as the Drone Data Technician degree or the Artificial Intelligence and Machine Learning Pathways from our National Science Foundation grants, our national leadership in student success, or from the personal triumphs of graduates who overcame obstacles, the College's story is one of strength and unity.

We serve students from every walk of life and help them achieve their career and educational goals, enabling them to improve their quality of life and that of their families. Through numerous grants, donations, and scholarships, we are able to meet the various needs of our students, including financial challenges, food insecurity and access to professional attire, through our Food Pantries and Campus Closet.

As higher education faces new challenges, Atlantic Cape remains steadfast in our mission: to deliver high quality education, empower individuals, and build brighter futures for the residents of Atlantic and Cape May counties. The progress of this year proves that resilience is not just a theme — it is who we are.

I would like to offer my thanks to our Finance Department, led by Leslie Jamison, Chief Financial Officer (CFO), for all their efforts to ensure the rigorous standards of the Annual Comprehensive Financial Report have been met.

Thank you to the County of Atlantic and the County of Cape May for their continued support; and many thanks to the Board of Trustees for your leadership and advocacy. We will continue to work together to meet the needs of our students at all three campuses and to provide a high-quality affordable education, as we navigate challenging times and create greater opportunities for the future.

Sincerely,

A handwritten signature in cursive script that reads "Barbara Gaba".

Dr. Barbara Gaba  
President



February 17, 2026

The Board of Trustees  
Atlantic Cape Community College  
Mays Landing, New Jersey

We are pleased to provide you with the Annual Comprehensive Financial Report (ACFR) of Atlantic Cape Community College (the College) for the Fiscal Year ended June 30, 2025. The purpose of this report is to provide the Board of Trustees, college staff, citizens, and other interested parties with useful information concerning the College's operations and financial position.

The College's Finance Office prepared this report. The responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the College. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the College as of June 30, 2025, and for the Fiscal Year then ended. All disclosures necessary to enable the reader to gain an understanding of the College's financial activities in relation to its mission have been included.

The Annual Comprehensive Financial Report is organized in four sections, as follows:

1. The Introductory Section contains the President's letter, this letter of transmittal with an overview of the College that includes factors affecting the financial condition and required supplementary information, a listing of principal officials, and the organizational chart. This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it.
2. The Financial Section includes the MD&A, the basic financial statements and accompanying notes, required supplementary information, supplemental financial and management information, as well as the independent auditor's reports.
3. The Single Audit Section contains the report of the independent auditor's, the schedules of expenditures of federal awards and state financial assistance and notes to the schedules of expenditures of financial awards.
4. The Statistical Section includes selected unaudited financial and demographic information, generally presented on a multi-year basis.

The organization, form and contents of this report were prepared in accordance with the standards prescribed by the Governmental Accounting Standards Board (GASB), the Government Finance Officers Association of the United States and Canada (GFOA), and the American Institute of Certified Public Accountants.

### College Information

Atlantic Cape Community College is a two-year publicly supported community college operating under the provisions of N.J.S.A. 18A:64 A1, et seq. In December 1963, the State of New Jersey Department of Education granted approval for the establishment of the College, which became the second community college to be organized by the State on April 14, 1964. The College offers a wide range of programs to meet the needs of the surrounding community. Financial support is received from county and state governments.

The Board of Trustees of the College voted on August 28, 1998 to approve a resolution authorizing Atlantic Community College to enter into a joint venture college with Cape May County. Officials from the College, Atlantic County and Cape May County signed a contract outlining the terms of the agreement. The New Jersey Legislature approved changes to the New Jersey Community College funding formula. The jointure agreement became effective January 1, 1999, and the College was renamed Atlantic Cape Community College in February 1999.

The Counties of Atlantic and Cape May provide support to the College based upon the funding formula specified in the jointure agreement. Atlantic County has nine voting members on the Board of Trustees of the College, including the Atlantic County Superintendent of Schools. Cape May County has five voting members on the Board of Trustees of the College, including the Cape May County Superintendent of Schools. One voting alumnus member from Atlantic or Cape May County is elected for a one-year term by each year's graduating class. The College President serves as *Ex-Officio* on the Board of Trustees.

The College serves Atlantic and Cape May counties in southern New Jersey from three campuses. The College's main campus in Mays Landing is situated on 541 acres in the picturesque New Jersey Pinelands, 15 miles west of Atlantic City's boardwalk and 45 miles from Philadelphia. The Charles D. Worthington Campus in Atlantic City provides a broad range of educational and related services to students, especially those who live and/or work in the Atlantic City area. The College's Cape May County campus in Cape May Court House supports students and the business community of Cape May County.

For the Fiscal Year ended June 30, 2025, the College enrolled 7,414 credit students, compared to 7,382 in the prior year. The Fall 2024 unduplicated credit student headcount was 4,052, compared to 4,273 in Fall 2023. Of these, 90.6% of the students are from either Atlantic or Cape May county. Atlantic Cape Community College accounts for 3.6% of the 18 New Jersey community college student credit hour enrollments.

The College's Workforce Development and Career Training programs provide students with training and necessary credentials to support business and industry needs. Under these programs, the College enrolled 2,005 students for the Fiscal Year ended June 30, 2025. Of these, 91.2% of the students are from either Atlantic or Cape May county.

### College Mission

*Atlantic Cape Community College provides inclusive, accessible and equitable educational programs and services to transform lives and empower students to successfully meet their academic, social and career goals, while also supporting the diverse needs of our community.*

The College currently offers 47 academic programs, 13 on-line programs, and 10 certificate programs in addition to workforce and customized training for businesses. Students may choose from an Associate in Arts, Associate in Applied Science, Associate in Science, Associate in Fine Arts, industry certifications, professional series programs, and continuing education professional development and training services. Nationally recognized programs are the College's Casino Career Institute and the Academy of Culinary Arts.

The College is accredited by the Middle States Commission on Higher Education (MSCHE). The Middle States Commission is a regional accrediting body recognized by the U.S. Department of Education. Inquiries may be sent to: Middle States Commission on Higher Education at 1007 North Orange Street, 4<sup>th</sup> Floor, MB #166, Wilmington, DE 19801 E-mail: [President@msche.org](mailto:President@msche.org); or, visit [www.msche.org](http://www.msche.org)

Professional associations have also accredited those professional-technical programs that require approval, such as culinary arts, hospitality management and numerous health science programs.

## **Long Term Strategic Financial and Operational Planning**

The College engages in an annual strategic and operational planning cycle that involves all levels of the organization. This planning process provides a framework to advance the College's mission and goals in order to meet the needs of the students and the community.

## **Financial Information**

The College maintains its accounts and prepares its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) as set forth by the Governmental and Financial Accounting Standards Boards (GASB and FASB) and the National Association of College and University Business Officers (NACUBO). The College follows GASB Statement No. 35 Basic Financial Statements and Management Discussion and Analysis for Public Colleges and Universities. The financial records are maintained on the accrual basis of accounting whereby all revenues are recorded when earned and all expenses are recorded when a legal obligation to pay exists. The notes to the financial statements expand upon the accounting principles applied.

State statutes require an annual audit by an independent certified public accounting firm. The College's Board of Trustees selected the independent public accountants, Ford-Scott & Associates, L.L.C., to audit the College's financial statements. Their report is included as part of the financial presentation.

In accordance with GASB pronouncements, the College's financial statements include all funds and departments of the College (the primary government) and the Atlantic Cape Community College Foundation, Inc., its component unit. The Foundation is included in the College's reporting entity because of the significance of their operational and financial relationship with the College. Notes 2 and 23 to the financial statements give further information about the Foundation included in the financial statements.

## **Internal Controls**

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the College are protected from loss, theft, or misuse and to ensure adequate accounting information is available for the preparation of the financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

## **Budgetary Controls**

The College maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the College's Board of Trustees. The budget is prepared on an annual basis as part of the College's strategic planning process, and the recommended budget parameters are presented to the Budget, Finance and Audit Committee of the Board of Trustees for review. After these parameters are established, the annual budget request is developed and approved by the College Board of Trustees. The Atlantic Cape Community College Board of School Estimate approves the Atlantic and Cape May Counties appropriations.

## **Cash Management**

The College is governed by New Jersey statute when depositing funds or investing excess funds. The Board of Trustees approves all depositories and investment policies. All excess funds are invested in a prudent, conservative and secure manner with the intent to maximize investment income.

## Financial Reporting

An automated financial record system captures all financial transactions and provides data for the preparation of this ACFR, including the audited financial statements. The ACFR is distributed to the College's Board of Trustees and executive management, federal and state agencies, and financial institutions as well as others throughout the general public.

The Budget, Finance and Audit Committee of the Board of Trustees routinely monitors and reports on revenue collections compared to budget and actual expenses compared to budget, carefully reviewing variances. Internal management reports, customized to meet the information and decision-making needs at all levels of the organization, aid in the management of financial resources.

## Risk Management

Comprehensive business insurance is purchased through a cooperative pool. The pool provides its members with property, liability, motor vehicle, and other miscellaneous insurance. The pool is a risk sharing public entity that is both an insured and self-administered group established for the purpose of providing low-cost insurance coverage to its members. In addition, the College participates in a self-insurance pool for workers' compensation.

## Economic Condition and Outlook

After peaking in 2010, community college enrollments had been steadily declining across the nation, due to a combination of factors including demographic and economic shifts. The pandemic sharply accelerated this trend, with 2021 enrollments plummeting to the lowest levels in fifteen years, according to the National Center for Education Statistics (NCES). Community colleges incurred larger losses than their four-year counterparts, in part because they disproportionately serve low- and middle-income students who were more vulnerable to the economic pressures created by the pandemic. While recovery has been both slow and uneven, recent data indicate that, at both the national and state level, community college enrollment appears to be regaining some momentum. Nationally, community college enrollment increased by 3% from Fall 2024 to Fall 2025 (NCES). In New Jersey, county colleges experienced a 3.1% increase during this same period, marking a third year of enrollment growth since 2022 (NJ Office of the Secretary of Higher Education). Additionally, community colleges are currently leading the higher education sector in enrollment recovery, with larger percentage increases than 4-year colleges at both the state and national levels.

Despite these positive trends, recovery remains slow and the sector continues to face significant long-term challenges. While community college enrollment may currently be improving at a faster rate than other IHEs, they have more ground to cover due to the larger losses incurred. New Jersey community college enrollments are still approximately 11% below pre-pandemic levels, while enrollments at 4-year institutions in the state are back above 2020 levels (NJ OSHE). Furthermore, at both the national and state level, first-time enrollment at community colleges is showing signs of vulnerability. Nationally, freshmen enrollment at community colleges increased by only 0.5% for Fall 2025 after three years of growth (NCES), while in New Jersey, first-time student enrollment actually declined by 5.3%. These findings speak to some of the continued pressures that community colleges are facing, which heighten the importance of student retention and re-engagement strategies. Flexibility in instructional methods is also a priority for students' college experience. Atlantic Cape offers in-person, online, remote and hybrid courses in a variety of programs.

Changing economic and demographic conditions also shape the enrollment outlook and strategic priorities for the College. Historically, during periods of high unemployment, enrollment increases as the college meets the need for upskilling or re-training for displaced workers. In December 2025, New Jersey's unemployment rate was 5.4%, the highest statewide rate observed since December 2021 (BLS.gov). At the same time, Atlantic County reported 6.2% unemployment and Cape May County had a rate of 9.8% (representing increases of 0.4% and 0.5% over the prior year, respectively). Both counties tend to have higher unemployment than the statewide average due to their heavy reliance on the hospitality, retail and leisure industries. The College plays a key role in regional economic development by providing the necessary workforce development and job training to meet the current and future employment needs of local business and industry. Working closely with the state, counties, industry partners, workforce development boards, and K-12 and four-year educational institutions,

Atlantic Cape continually evaluates and adjusts its program offerings to prioritize in-demand career training. In recent years, Atlantic Cape has added programs in Esports, Cybersecurity, and Practical Nursing, and has secured funding from the National Science Foundation to create new programs in Drones and AI and Machine Learning.

Another important factor is the changing demographic landscape. Nationally, a “demographic cliff” caused by falling birth rates has resulted in a shrinking of the traditional college-age population and is forecasted to continue negatively impacting college enrollments for the foreseeable future. While the College’s service area population size has remained steady over the past several years at approximately 373,000, the proportion of children has shrunk while the percentage of individuals aged 60 and over has grown by double digits in both Atlantic and Cape May counties (U.S. Census Bureau). Service area high school enrollments are projected to decline by 6.1% over the next four years. This decrease in traditional-age students has necessitated a shift in the college’s recruitment strategies, including a greater focus on attracting adult students to attend Atlantic Cape and a stronger emphasis on retention as well as re-engagement of stopped-out students. It also highlights the need for strong partnerships with local high schools. The College has broadened its offerings to current high school students throughout the two counties. Our Early College programming provides multiple avenues, including dual credit, concurrent courses, articulated credit, and associate pathways, to earn college credits, lessen the time and cost it takes to reach academic goals, and allow students to get a running start on earning an associate degree or explore transferring them to other colleges—all at reduced tuition. Despite demographic shifts, high school students remain the primary feeder market for the College and are a critical component of our success.

Mirroring national and statewide trends, the College reached its highest enrollment in Fiscal Year 2010 and experienced a downward trend thereafter. This decline was exacerbated by steep pandemic-related losses. Subsequently, the College’s recovery has been uneven. Fiscal Year 2023 saw a 1.5% increase in fundable credits, marking the first such increase since 2010, while the College experienced a 5.7% reduction in fundable credits in Fiscal Year 2024, and a 0.9% decrease in total credits in Fiscal Year 2025. This unsteady enrollment underscores the aforementioned challenges. The College remains committed to implementing strategies aimed at enhancing enrollment, adhering to its mission and values to inform decisions that support students and foster a sustained positive enrollment trajectory.


In addition to student tuition and fee revenue, the State of New Jersey and Counties of Atlantic and Cape May support the College. Their investment in the College is essential for providing high-quality, affordable education and workforce training. The counties have steadily supported the College with operating and capital appropriations. The State’s Fiscal Year 2025 budget included full restoration of \$20 million in operating aid support for community colleges for a total sector allocation of \$169 million, equal to Fiscal Year’s 2024 allocation. This followed \$5 million and \$10 million increases to the sector for Fiscal Years 2023 and 2022, respectively. The increased support was predicated on the implementation of a new funding distribution model based on factors including enrollment, access, student completion and demographics. In Fiscal Year 2025, students paid 57.3% toward the cost of education, with the counties funding 21.3% and the State 18.4%.

The College is maintaining its program of cost containment, cost avoidance and revenue enhancement efforts, while continuing to operate within its resources. College administration remains focused on delivering quality educational offerings while being responsive to community and workforce needs.

### Acknowledgments

The timely preparation of the College’s annual comprehensive financial report was made possible by the dedicated service of the entire staff of the Finance Office. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

Respectfully submitted,



Leslie A. Jamison  
Chief Financial Officer

**ATLANTIC CAPE COMMUNITY COLLEGE  
(As of June 30, 2025)**

**BOARD OF TRUSTEES**

Daniel L. Money, *Chairperson*  
Donald J. Parker, *Vice Chairperson*  
Monica Kyle, *Treasurer*  
Ellen Byrne, Esq.  
Flora Castillo  
Christina Clemans  
Rev. Dr. Thomas Dawson  
Dr. Judith DeStefano  
Ambrose Gray  
Mark Sandson  
Maria Ivette Torres  
Brigitte White  
Leslie White-Coursey  
Haniyah Bey, *Alumni Representative*  
Dr. Barbara Gaba, *Atlantic Cape President, Ex-Officio*  
William S. Donio, Esq., *Board Attorney*  
Jean McAlister, *Board Secretary*

**ATLANTIC COUNTY EXECUTIVE**

Dennis Levinson

**ATLANTIC COUNTY ADMINISTRATOR**

Gerald DelRosso

**ATLANTIC COUNTY BOARD OF COUNTY COMMISSIONERS**

Richard R. Dase, *Chairman*  
Maureen Kern, *Vice-Chairwoman*  
James A. Bertino  
June Byrnes  
Ernest D. Coursey  
Amy L. Gatto  
Andrew W. Parker, III  
John W. Risley, Jr.  
Michael J. Ruffu

**CAPE MAY COUNTY ADMINISTRATOR**

Kevin Lare

**CAPE MAY COUNTY BOARD OF COUNTY COMMISSIONERS**

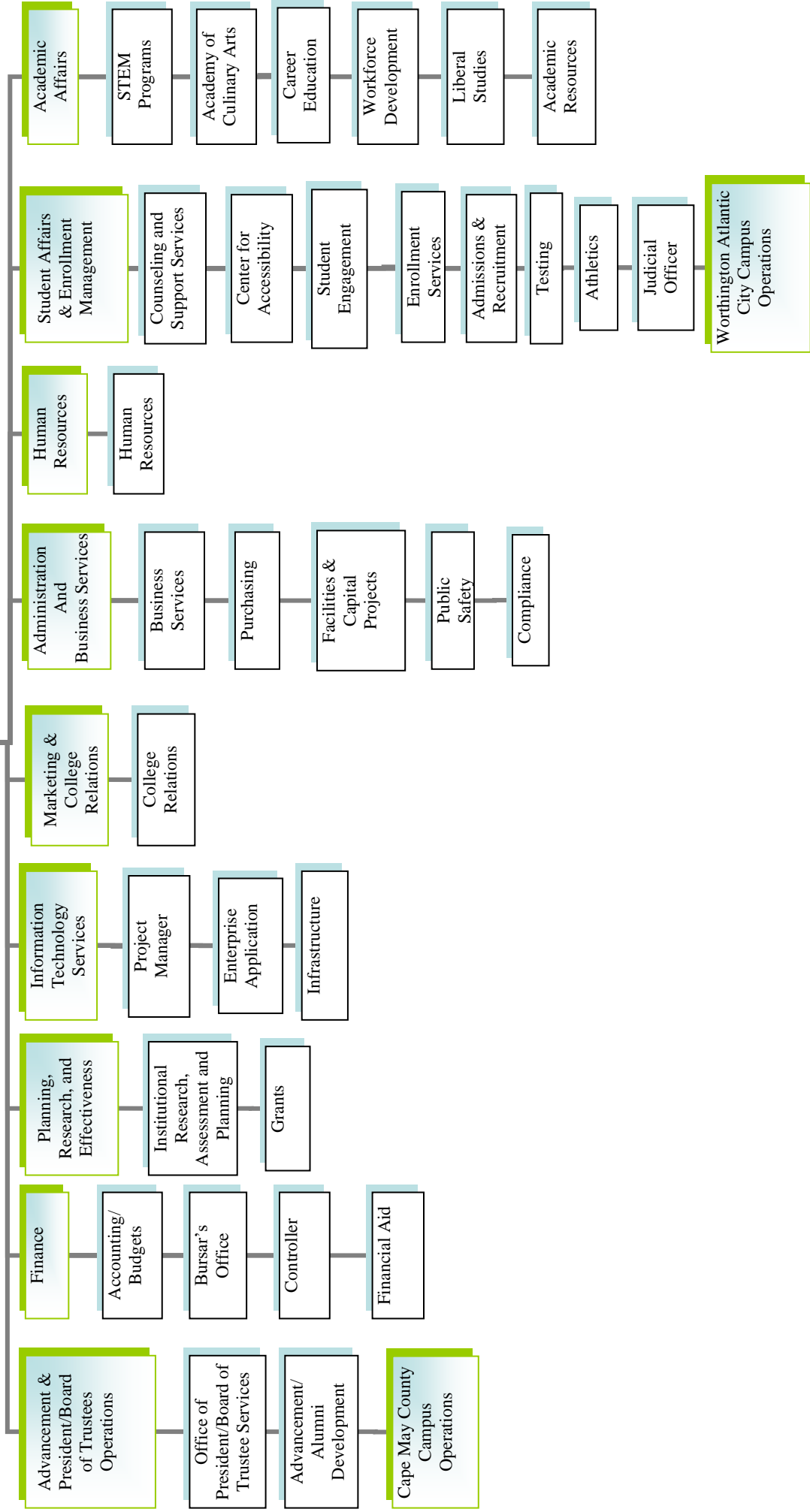
Leonard C. Desiderio, *Director*  
Andrew Bulakowski, *Vice Director*  
Bobby Barr  
Melanie Collette  
Will Morey

**COLLEGE ADMINISTRATION**

Dr. Barbara Gaba, *President*  
Dr. Josette Katz, *Senior Vice President of Academic Affairs*  
Laura Batchelor, *Chief Marketing Officer*  
Dr. Natalie Devonish, *Vice President of Student Affairs and Enrollment Management*  
Leslie Jamison, *Chief Financial Officer*  
Jean McAlister, *Chief of Staff and Chief Advancement Officer*  
Dr. Vanessa O'Brien-McMasters, *Vice President, Institutional Effectiveness and Chief Strategy Officer*  
John Piazza, *Chief Information Officer*  
Dominic Sambucci, *Chief Business Officer*

**Board of Trustees  
As of June 30, 2025**

**College President**



# FINANCIAL SECTION

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# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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## Independent Auditor's Report

Board of Trustees  
Atlantic Cape Community College  
(a component unit of the County of Atlantic)  
Mays Landing, New Jersey

### **Report on the Audit of Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the business-type activities of Atlantic Cape Community College (the "College"), a component unit of the County of Atlantic, State of New Jersey as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the College's basic financial statements as listed in the table of contents. In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the College, as of June 30, 2025 and 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

The financial statements as of and for the year ended June 30, 2025 and 2024 of the Atlantic Cape Community College Foundation (the "Foundation"), a discretely presented component unit of the College were audited by other auditors whose reports dated December 30, 2025 and February 19, 2025, respectively, expressed an unmodified opinion on those financial statements in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibility of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the College's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, and *Government Auditing Standards*, we:

- exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether in our judgement there are conditions or events considered in the aggregate, that raise substantial doubt about the entity's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charge with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control – related matters that we identified during the audit.

## **Other Matters**

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the College's basic financial statements. The supplemental financial information and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform

Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental financial information, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

#### **Other Information**

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 17, 2026 on our consideration of the College's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control over financial reporting and compliance.

*Ford, Scott & Associates, L.L.C.*  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**February 17, 2026**

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## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Trustees  
Atlantic Cape Community College  
(a component unit of the County of Atlantic)  
Mays Landing, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the business-type activities of Atlantic Cape Community College (a component unit of the County of Atlantic), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the College's basic financial statements, and have issued our report thereon dated February 17, 2026.

### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the College's control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. Accordingly, we do not express an opinion on the effectiveness of the College's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the College's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

February 17, 2026

REQUIRED SUPPLEMENTARY INFORMATION

PART I

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**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

Management's discussion and analysis of the College's financial performance during the Fiscal Years ended June 30, 2025 and 2024, as well as Fiscal Year ended June 30, 2023 activity, is presented in this section of the annual financial report. Management prepared this discussion along with the financial statements and the related footnote disclosures, and this discussion should be read in conjunction with and is qualified in its entirety by the financial statements and footnotes. The financial statements, footnotes and this discussion are the responsibility of management.

**Using This Annual Report**

These financial statements focus on the College as a whole and are designed to emulate corporate presentation models whereby all College activities are consolidated into one total. The financial statements are prepared using the accrual basis of accounting which recognizes revenues when earned and expenses when incurred.

This annual report consists of a series of financial statements prepared in accordance with Statement 35, *Basic Financial Statements-and Management's Discussion and Analysis for Public Colleges and Universities*, of the Governmental Accounting Standards Board.

The Statement of Net Position presents all of the College's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. The assets and liabilities are reported in order of relative liquidity while net position is categorized as Net Investment in Capital Assets, Restricted, or Unrestricted. Over time, increases or decreases in net position are an indicator of the improvement or erosion of the College's financial health.

The Statement of Revenues, Expenses, and Changes in Net Position focuses on the gross and net costs of College activities occurring during the year, and how these activities are supported. Revenues and expenses are reported as either operating or nonoperating. State and county appropriations, federal and state student financial aid, as well as investment activities, are reported as nonoperating and denote the dependency the College has on their support.

Another way to assess the financial health of an institution is to look at the Statement of Cash Flows. Its primary purpose is to provide relevant information about the cash receipts and cash payments of an entity during a period. The Statement of Cash Flows also helps users assess:

- An entity's ability to generate future net cash flows
- Its ability to meet its obligations as they come due and
- Its needs for external financing

The Annual Comprehensive Financial Report (ACFR) is presented in four sections: introductory, financial, single audit and statistical. The introductory section includes the President's letter, the transmittal letter, the College's principal officers, and an organizational chart. The financial section includes the reports of the independent auditor's, management's discussion and analysis, the basic financial statements, notes to the financial statements, required supplementary information, and supplemental financial and management information. The single audit section contains the report of the independent auditor's, the schedules of expenditures of federal awards and state financial assistance and notes to the schedules of expenditures of financial awards. The statistical section includes unaudited financial information.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Financial Highlights**

**Fiscal Year 2025 Compared to 2024**

- Cash balances decreased by \$4,188,496 during the year ended June 30, 2025, compared to an increase of \$479,310 during the year ended June 30, 2024. This decline in cash is attributed to the utilization of \$1.1 million from the unrestricted net position, an increase in accounts receivable and the timing of vendor payments at the end of the fiscal year. Total revenues decreased -0.8%, or \$447,396 from the prior year. There was a -1.9%, or \$190,166, decrease in net tuition and fee revenues. Fiscal Year 2025 student credit hour enrollments (excluding dual enrollment) decreased by -1.5%, compared to a decrease of -5.7% in FY2024. These declines followed a 1.5% enrollment growth for Fiscal Year 2023 which represented the first year-over-year enrollment increase since 2010. The Fiscal Year 2025 per credit tuition and fee rate was raised by \$5.00 to adjust for inflation and rising prices. To address the current enrollment decline, the College is dedicated to implementing strategies aimed at enhancing enrollment and student retention.

Revenue from Federal and State grants and contracts, including student financial aid, grew nearly \$1.3 million, or 6.0%. State appropriations increased \$855 thousand, or 9.3%, which was due to a \$1.1 million increase in other postemployment benefits (GASB 75 on-behalf fringe benefits). County appropriations remained level.

College-wide, salaries and benefits increased by \$2,833,374, or 8.6%. Included in this increase are the effects of GASB 68 and GASB 75 adjustments accounting for increases of \$1,334,969 and \$1,077,349 in staff benefits, respectively. Without these adjustments, salaries and benefits increased by \$421,056, or 1.3%.

The following summary of cash flows for the years ended June 30, 2025, 2024, and 2023 was prepared from the College's Statement of Cash Flows:

	FY2025	FY2024	FY2023	Change FY2024- 2025
<b>Cash provided (used) by:</b>				
Operating activities	\$ (36,108,428)	\$ (32,504,908)	\$ (35,950,436)	\$ (3,603,520)
Non-capital financing activities	33,491,864	33,210,546	32,299,424	281,318
Capital and related financing activities	(2,306,075)	(1,070,680)	3,501,225	(1,235,395)
Investing activities	734,143	844,352	533,508	(110,209)
<b>Net increase (decrease) in cash</b>	<b>(4,188,496)</b>	<b>479,310</b>	<b>383,721</b>	<b>(4,667,806)</b>
<b>Cash, beginning of year</b>	<b>20,877,051</b>	<b>20,397,741</b>	<b>20,014,020</b>	<b>479,310</b>
<b>Cash, end of year</b>	<b>\$ 16,688,555</b>	<b>\$ 20,877,051</b>	<b>\$ 20,397,741</b>	<b>\$ (4,188,496)</b>

- The College's net position at June 30, 2025 decreased \$4,453,602, or -6.0% from the level at the previous year-end. This decrease is a combination of the change in pension related items along with a decrease in net investment in capital assets, as well as a decline in undesignated, unrestricted net position.

The undesignated, unrestricted net position decreased by 23.8%. This change is a combination of factors including a Fiscal Year 2025 education and general operating margin of (\$1,113,997), plus a \$724,388 increase in assignment to the FY26 budget. In June 2022, the Board of Trustees established a \$500,000 *A Vision for Success* Reserve from the unrestricted, undesignated net position to support non-recurring and start-up costs of projects or initiatives supporting the Strategic Plan 2022-2026. Fiscal Year 2025 expenditures from the *A Vision for Success* Reserve totaled \$119,237. In June 2021, the Board of Trustees established a \$2.5 million Technology Replacement Reserve to fund future replacement and advancement of

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

technology. Fiscal Year 2025 and 2024 expenditures from the Technology Replacement Reserve totaled \$690,149 and \$316,067, respectively. The expendable restricted net position increased 13.2% due to growth in student government and capital projects funds. Non-expendable net position decreased slightly as an endowment was transferred to the College's Foundation at the request of the donor.

The College's net investment in capital assets declined over \$4.3 million, or -5.6%, during the year ended June 30, 2025 mainly resulting from Fiscal Year 2025 depreciation of \$6.1 million, offset by the grand opening of a new Baseball Field on the Mays Landing campus.

The College's financial position, as a whole, is healthy. However, the College has experienced a downturn in enrollment, and if the trend continues, it will have an effect on future years. In addition, challenges facing higher education are ongoing and could have significant adverse effects on enrollment for future years.

The summary schedule below is prepared from the College's Statement of Net Position. The schedule displays the change in net position from 2024 to 2025 and 2023 activity.

	FY2025	FY2024	FY2023	Change FY2024- 2025	% Change
<b>Assets</b>					
Current assets	\$ 19,021,386	\$ 21,685,712	\$ 22,817,378	\$ (2,664,326)	(12.3)%
Noncurrent assets	78,702,995	81,351,643	83,244,436	(2,648,648)	(3.3)%
Total assets	97,724,381	103,037,355	106,061,814	(5,312,974)	(5.2)%
<b>Deferred Outflows of Resources</b>	1,962,989	2,090,200	2,386,533	(127,211)	(6.1)%
<b>Liabilities</b>					
Current liabilities	10,127,055	11,096,303	11,747,223	(969,248)	(8.7)%
Noncurrent liabilities	17,676,482	17,116,886	17,342,465	559,596	3.3%
Total liabilities	27,803,537	28,213,189	29,089,688	(409,652)	(1.5)%
<b>Deferred Inflows of Resources</b>	1,525,580	2,102,511	5,064,143	(576,931)	(27.4)%
<b>Net Position</b>					
Unrestricted (Deficit)	(4,981,835)	(4,688,418)	(7,239,923)	(293,417)	6.3%
Restricted	2,452,299	2,271,689	2,417,159	180,610	8.0%
Net investment in capital assets	72,887,789	77,228,584	79,117,280	(4,340,795)	(5.6)%
Total Net Position	\$70,358,253	\$74,811,855	\$ 74,294,516	\$ (4,453,602)	(6.0)%

**Enrollment**

College enrollment is comprised of credit and non-credit full-time equated students (FTEs). A full time equated student represents a student or combination of students taking thirty (30) credits per academic year.

	FY2025	FY2024	FY2023	Change FY2024-2025	% Change
Credit FTEs	2,922	2,967	3,145	(45)	(1.5)%
Non Credit FTEs	42	83	167	(41)	(49.4)%
Leased/High School Curriculum	264	248	213	16	6.5%
<b>Total FTEs</b>	3,228	3,298	3,525	(70)	(2.1)%

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Revenue**

The College received its revenue from three main unrestricted sources: tuition and fees, state aid and county support. Nonoperating revenues include \$12.2 million in student financial aid received by the College for participating in the Pell Grant Program. Nonoperating revenues also include nearly \$4.6 million in student financial aid received from the New Jersey Higher Education Student Assistance Authority and the New Jersey Commission on Higher Education. Fiscal Year 2024 was the final year that the College received Federal Coronavirus (COVID-19) Emergency Grants for Postsecondary Education, Higher Education Emergency Relief Fund (HEERF)- Student Aid portion. The Federal funding provided emergency financial aid grants disbursed directly to students towards any component of their cost of attendance or for emergency costs that arise due to coronavirus, such as tuition, food, housing, health (including mental health care) or child care. The balance of the College's revenue was received from miscellaneous sources that included grants, gifts, investment income, and other income.

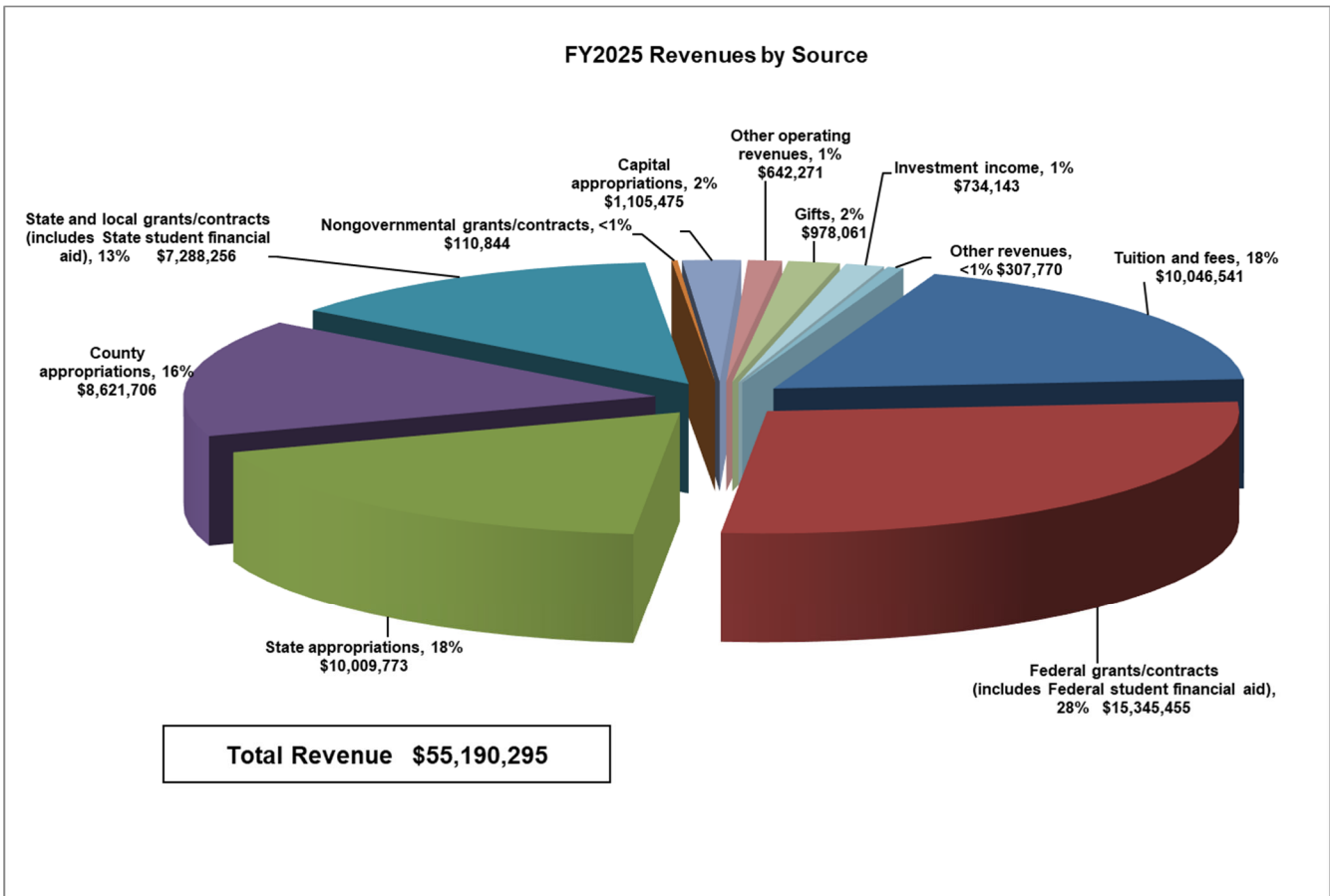
**Tuition Rates**

The College charged \$166.00 per in-county general education student credit hour (SCH) for an average of \$2,490.00 per term during Fiscal Year 2025. This tuition rate was \$162.50 and \$146.10 for Fiscal Years 2024 and 2023, respectively.

**General Fee**

The College charged \$32.00 per student credit hour for an average of \$480.00 per term during Fiscal Year 2025. The general fee was \$31.50 and \$27.90 for Fiscal Years 2024 and 2023, respectively.

The following chart illustrates sources of revenue for the year ended June 30, 2025:



**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Fiscal Year 2025 Compared to 2024**

From 2024 to 2025, there was a \$447,396 decrease, or -0.8%, in the College's total revenue from \$55.6 million to \$55.2 million.

Operating revenue increased 3.0% or \$479 thousand from the level achieved during the previous year. Of that total, net tuition and fee revenue declined -1.9%, or \$190 thousand. The decrease in net tuition and fee revenue is mainly the result of an increase the scholarship discounts and allowances. There was a minimal change in student tuition and fees before allowances with an overall decrease of \$30 thousand, or -0.1%. This change is made up of a \$169 thousand increase in student fees, primarily in nursing program and campus safety fees, a \$34 thousand decrease in tuition revenue, and a \$165 thousand decrease in continuing education revenues. From Fiscal Year 2021 through Fiscal Year 2023, the per credit tuition and fee rate remained flat at \$178.00. In Fiscal Year 2024, the per credit amount was raised to \$198.00 to adjust for inflationary and incremental increases in expenditures, and for Fiscal Year 2025, the amount increased \$5.00 to \$203.00 per credit. Operating revenues from federal, state and local grants and contracts totaled \$5.7 million which is higher than the prior year by \$528 thousand, or 10.2%. Federal grants and contracts increased 23.1%, or \$541 thousand, largely resulting from the U.S. Department of Treasury, Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) Neighborhood Revitalization Tax Credit (NRTC) Program, the U.S. Small Business Administration Congress Earmarks Initiative Biz Hub grant, the U.S. Economic Development Administration ACEA Veteran Drone Pilot Apprenticeship Program, and the National Science Foundation Preparing Small Uncrewed Aircraft Systems Data Technicians grant.

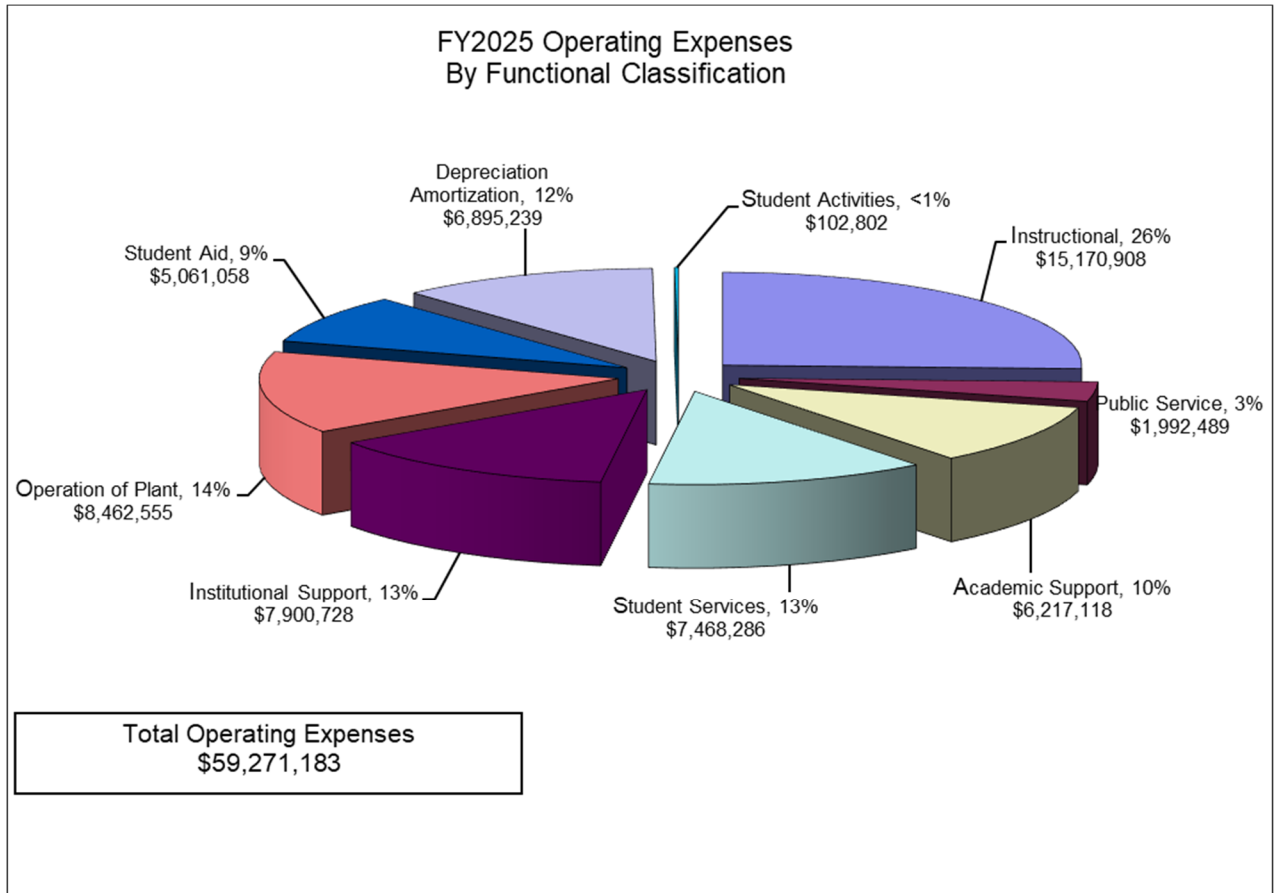
Net nonoperating revenues increased by 5.0%, or \$1.8 million. The State of New Jersey's operating appropriation totaled \$6,831,025, a \$306 thousand decrease, or -4.3%, from Fiscal Year 2024. This reduction is a result of Atlantic Cape's position relative to the other county colleges within the State funding model instituted in Fiscal Year 2022. The Atlantic and Cape May Counties appropriation remained level at \$8,621,346. The College received \$1.5 million more, or 13.9%, in Federal student financial aid, such as PELL and SEOG, which is attributed to the new simplified FAFSA formula, which expanded eligibility to more students. State student financial aid decreased by -7.4% or \$366 thousand, mainly due to a reduction of Community College Opportunity Grant (CCOG) awards as the CCOG grant is a last-in financial aid award. The decrease in CCOG (last dollar) is largely a reflection of the PELL award increase. Included in the difference of net nonoperating revenue is the change in the GASB 75 recognition of state appropriations for other post-employment revenue benefits which increased by \$1.1 million, or 72.4%. Charitable contributions increased 10.0%, or \$89 thousand. Investment revenue declined by \$110 thousand, or -13.1%, reflecting the College's reduction in cash and the market's less favorable interest rates. The College received \$308 thousand in insurance proceeds in Fiscal Year 2025 resulting from a water damage claim.

Capital appropriations declined \$2.8 million, or -71.9%. The College recognizes capital appropriations when it incurs the construction costs. In Fiscal Year 2025, the College opened a new baseball field on the Mays Landing Campus. Most of the baseball field construction was completed in the prior year, therefore the capital appropriations were recognized in Fiscal Year 2024. In addition, the One-Stop Welcome Center at the Mays Landing campus was completed during Fiscal Year 2024. Capital appropriations reflect the support by state and county agencies for the College's master facilities plan.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Expenses**

The following chart illustrates the relative size of operating expenses for the year ended June 30, 2025:



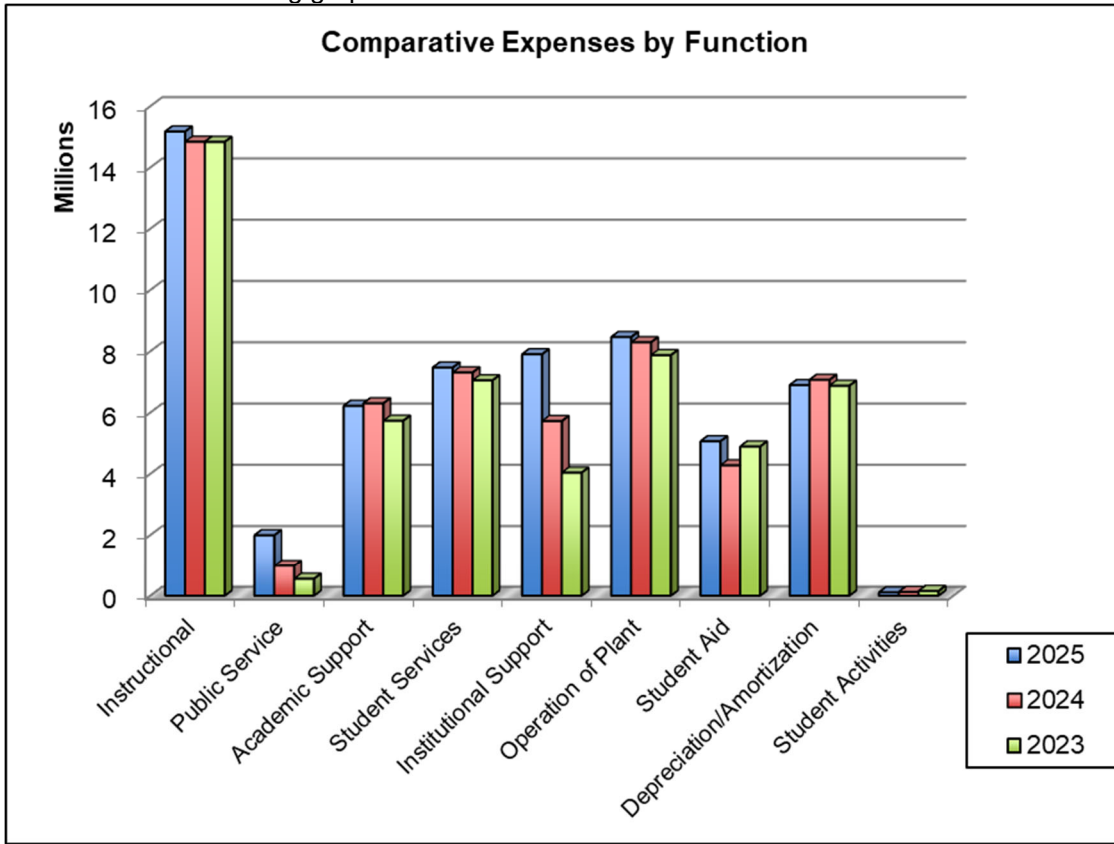
**Fiscal Year 2025 Compared to 2024**

Operating expenses increased by 8.0% or nearly \$4.4 million over the prior year. Overall, salaries of \$25.3 million increased by 1.3% or \$313 thousand, and fringe benefits of almost \$10.7 million increased 31.0%, or \$2.5 million. Included in the fringe benefits increase is the effect of GASB 68 and 75 adjustments causing a net increase of \$2.4 million in benefits. The College's annual PERS Local Employer Billing amount totaled nearly \$1.4 million, a reduction of \$56 thousand from the prior year liability. Also included in fringe benefits are net medical and prescription premiums of \$5.1 million, unchanged from the prior year, and mandatory employer tax costs of \$1.9 million.

Other factors contributing to the change in operating expenses include increases in supplies, utilities, and repairs expenses of \$633 thousand, or 6.8% which reflect rising costs and increased grant activity. Public Service expenses grew \$1.0 million, or 103%, largely from administering the Neighborhood Revitalization Tax Credit (NRTC) Program. Insurance and legal fees rose \$300 thousand, or 34.2% in Fiscal Year 2025. Depreciation and amortization expense decreased by \$172 thousand, or -2.4%. Scholarship and student aid increased \$785 thousand mainly due to the change in the scholarship discount and allowance.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

A comparison of operating expenses for the years ended June 30, 2025, 2024 and 2023 is illustrated in the following graph:



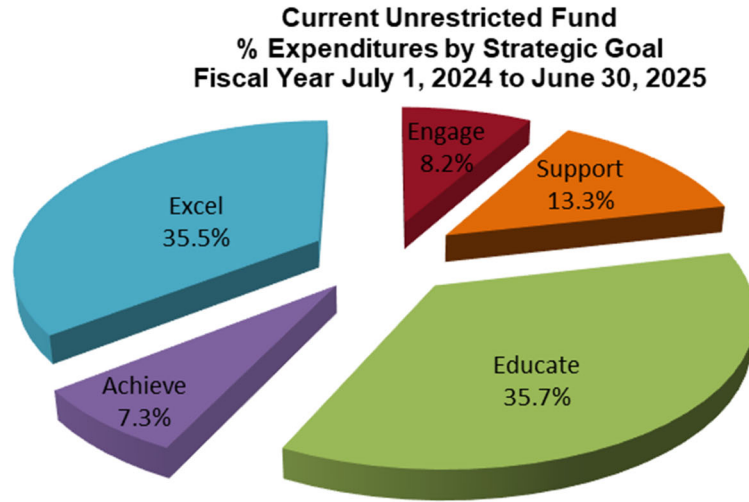
The College engages in an annual strategic and operational planning cycle that involves all levels of the organization. This planning process provides a framework to advance the College’s mission and goals in order to meet the needs of the students and the community. In March 2022, the Board of Trustees approved the 2022-2026 Strategic Plan, *A Vision for Success*, which guides future fiscal cycles. In April 2025, the Board of Trustees approved the extension of the Strategic Plan through 2027.

The schedule below lists the College’s strategic goals for 2022-2027, and the current unrestricted fund original budgeted and actual expended amounts for the Fiscal Year ended June 30, 2025:

	<b>FY2025 Original Budget Amount</b>	<b>FY2025 Expended Amount</b>	
Goal 1	\$ 2,944,313	\$ 3,431,462	<b>ENGAGE:</b> Ensure high quality and equitable student, employee, and community stakeholder experiences.
Goal 2	6,639,763	5,527,234	<b>SUPPORT:</b> Provide innovative services designed to bolster student progress and wellness that enhance the educational experience.
Goal 3	15,357,071	14,869,616	<b>EDUCATE:</b> Cultivate an innovative and inclusive climate for high quality learning across the college community responsive to both immediate challenges and long-term needs.
Goal 4	2,628,613	3,037,089	<b>ACHIEVE:</b> Eliminate barriers to increase academic, social, and career goal attainment for all students.
Goal 5	14,791,565	14,818,188	<b>EXCEL:</b> Provide fiscal, physical, human, and technological resources that maximize efficiency while delivering innovative, responsive, and inclusive programs and services that foster excellence.
	<b>\$ 42,361,325</b>	<b>\$ 41,683,589</b>	

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

The following chart illustrates the relative size of current unrestricted fund operating expenses for the year ended June 30, 2025 by strategic goal:



**Operating Results**

The following summary of operating results displays the change from 2024 to 2025 and 2023 activity and was prepared from the College's Statement of Revenues, Expenses, and Changes in Net Position:

	<b>FY2025</b>	<b>FY2024</b>	<b>FY2023</b>	<b>Change FY2024-2025</b>
Total Operating Revenue	\$ 16,411,403	\$ 15,932,084	\$ 14,114,192	\$ 479,319
Total Operating Expenses	59,271,183	54,901,016	51,980,077	4,370,167
<b>Operating Loss</b>	<u>(42,859,780)</u>	<u>(38,968,932)</u>	<u>(37,865,885)</u>	3,890,848
Net Nonoperating Revenue	37,304,352	35,543,540	34,855,775	1,760,812
<b>Gain (Loss) Before Net Other Revenues</b>	(5,555,428)	(3,425,392)	(3,010,110)	(2,130,036)
Capital Appropriation	1,105,475	3,937,867	6,200,939	(2,832,392)
Additions to (net return of ) Permanent Endowments	(3,649)	4,864	6,558	(8,513)
<b>Increase (Decrease) in Net Position</b>	<u>(4,453,602)</u>	<u>517,339</u>	<u>3,197,387</u>	<u>\$ (4,970,941)</u>
Net Position, Beginning of Year	74,811,855	74,294,516	71,097,129	
Net Position, End of Year	<u>\$ 70,358,253</u>	<u>\$ 74,811,855</u>	<u>\$ 74,294,516</u>	

**Fiscal Year 2025 Budget to Actual Comparison**

Comparing the total original budget to actual activity for the current unrestricted fund, the College earned 97.5% of original budgeted revenues and expended 98.4% of original budgeted expenditures. The Board of Trustees approved a budget revision in April 2025. Encumbrances at June 30, 2025, subject to automatic re-appropriation in FY2026, totaled \$113,865. At June 30, 2024, encumbrances re-appropriated in FY2025 totaled \$153,781.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

The summary schedule below is prepared from the College's Supplemental Financial Information, Budget Comparison to Actual for the Fiscal Year ended June 30, 2025.

	Original Budget	Adjusted Revised Budget	Actual Activity	Original Budget over (under)
Total Education and General Income	\$ 41,086,752	\$ 39,970,015	\$ 39,955,962	\$ (1,130,790)
ABP Reimbursement	535,000	536,946	613,630	78,630
Adjusted Education and General Income	41,621,752	40,506,961	40,569,592	(1,052,160)
Total Education and General Expenditures	42,361,325	41,894,277	41,683,589	(677,736)
Education and General Operating Margin	\$ (739,573)	\$ (1,387,316)	\$ (1,113,997)	\$ 374,424

The variance in revenues was \$(1,052,160). This unfavorable variance resulted from a shortfall in meeting the initial budget for tuition and fee revenue. The College ended Fiscal Year 2025 with a net tuition and fee revenue shortfall of \$847 thousand, or -3.5% below the original budget. Credit tuition revenue was nearly \$700 thousand short of the original budget. The tuition revenue from continuing education programs accounted for \$245 thousand of the shortfall as the landscape changed around renewable energy negatively impacting our educational programs. Nursing, culinary and aviation program fees, which cover direct expenses of these higher cost programs, totaled nearly \$2.3 million, \$163 thousand above budget attributable to the aviation program. Actual fundable credit enrollment of 95,577 was below the original budget of 97,380 credits by 1.9%. As a result of a change in the accounting standards approved in March 2024 by the New Jersey Council of County Colleges, Fiscal Year 2025 was the first year that Atlantic Cape was permitted to include its high school dual credits as fundable credits. Fiscal Year 2025 dual credits totaled 7,919. The original revenue budget was based on a 2.2% increase from projected Fiscal Year 2024 student credit hours and a \$5.00 increase in the per credit tuition and fee rate. Also contributing to the original budget deficit was a \$306 thousand decrease in State operating appropriations which was a result Atlantic Cape's pro-rata share of the sector total in each of the metrics of the funding formula instituted in Fiscal Year 2022. Other revenues were \$45 thousand higher than budget largely stemming from conferencing revenue.

Overall, expenses were below the original budget by \$677,736, or 1.6%. The College's labor agreements with its four bargaining units for the period July 1, 2022 to June 30, 2026 were approved by the College's Board of Trustees on November 29, 2022. The compensation approved for Fiscal Year 2025 for all four of the bargaining units comprised of a base salary increase of 3.0% commencing on July 1, 2024 for all eligible full-time employees which are reflected in the salary and benefits totals for Fiscal Year 2025.

The educational and general operating margin for Fiscal Year 2025 was \$(1,113,997), with an additional \$113,865 appropriated for encumbrances carried forward to Fiscal Year 2026. The reserve for state unemployment remained at \$650,000. Fiscal Year 2025 expenses from the Board Designated Technology Replacement Reserve totaled \$690,149. The balance in the Technology Replacement Reserve at June 30, 2025 was \$1,143,902. Fiscal Year 2025 expenses from the Board designated *A Vision for Success* reserve to support non-recurring and start-up costs of projects or initiatives supporting the Strategic Plan 2022-2026 totaled \$119,237 with \$380,763 remaining for future use. The College's unrestricted, undesignated net position at June 30, 2025 totaled \$5,750,162.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Facilities Expansion Plans**

In Fiscal Year 2025, the College unveiled its new baseball field, marking the sport's return to the Mays Landing campus for the first time in 10 years. The modern facility represents a significant investment in student-athletes and campus life, providing a home worthy of their talent and dedication. The primary source of funding for the new field was Chapter 12 funds, discussed below, with additional support from the College's Foundation.

In Fiscal Year 2024, the College completed renovations on a Welcome Center on the Mays Landing campus. The purpose of the Welcome Center is to provide a smooth enrollment experience for our students. Within the new space, we have made the operational changes incorporating the principles of a One Stop, which reduces the amount of time it takes for a student to complete the enrollment process. The renovations were funded by Chapter 12 funds.

In Fiscal Year 2023, Atlantic Cape completed construction on its new Innovation Center, which will offer Esports and Cybersecurity programs in a state-of-the-art facility located on the Mays Landing campus. This center replaced the existing Charles B. Boyer Hall, which was one of the oldest buildings on the campus. Funding for the project was provided through a \$4 million New Jersey's Securing Our Children's Future Bond Act grant and \$1.3 million match from Atlantic County.

Construction of a 1,700-square-foot Wind Training Center at the Worthington Atlantic City campus as part of a nearly \$3 million state grant aimed at growing the state's offshore wind industry was substantially complete at June 30, 2023. The Wind Training Center is funded by the New Jersey Offshore Wind Safety Training Challenge grant, administered by the Office of the Secretary of Higher Education with the support of the New Jersey Economic Development Authority. The Wind Training Center opened in 2024.

The College relies heavily on Chapter 12 funds (Public Law 1971) for its facilities expansion and major capital improvements. A 2012 allocation of \$8,500,000 and 2013 allocation of \$1,500,000, both fully expended at June 30, 2025, supported campus renovations, including repurposing Building A, academic classrooms. A 2017 allocation of \$2,900,000 funded the replacement of the College's phone system and supports infrastructure and building renovations, while a 2018 allocation of \$3,100,000 supports classroom renovations, roof and air handler replacements. A 2019 allocation of \$6,100,000 funds building renovations and roof replacements on the Mays Landing campus, security and lighting systems at the Worthington Atlantic City campus and fire alarm and parking lot improvements at the Cape May campus. Allocations of \$3,100,000 for 2020 and \$4,800,000 for 2021 support renovations to academic buildings and creating a "One-Stop" center on the Mays Landing campus. A 2022 allocation of \$4,807,000 supports building improvements at all three campuses. The 2023 allocation of \$3,620,000 is earmarked for Mays Landing and Cape May County campus improvements estimated at \$3,020,000 and \$600,000, respectively. The 2024 allocation of \$3,882,899 is earmarked for Mays Landing campus building improvements, primarily the Jonathan Pitney Hall, the College's gymnasium. Projects funded through Chapter 12 funds are included in the College's Facilities Master Plan 2021-2025.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

Capital asset activity for the Fiscal Year ended June 30, 2025 was as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>Ending Balance</b>
Land	\$2,370,097	\$ -	\$ -	\$2,370,097
Construction in Progress	2,523,023	343,676	(1,921,674)	945,025
Land Improvements	3,544,377	1,811,960	(47,994)	5,308,343
Infrastructure	1,295,903	29,260	-	1,325,163
Buildings and Improvements	129,346,631	792,825	(188,773)	129,950,683
Furniture and Equipment	20,215,699	785,983	(1,703,506)	19,298,176
Other Improvements	9,600	-	-	9,600
Leasehold Improvements	466,644	-	-	466,644
Other Assets	3,795,009	135,863	(116,678)	3,814,194
<b>Total</b>	<u>163,566,983</u>	<u>3,899,567</u>	<u>(3,978,625)</u>	<u>163,487,925</u>
Less Accumulated Depreciation and Amortization	<u>(86,338,399)</u>	<u>(6,134,409)</u>	<u>1,872,672</u>	<u>(90,600,136)</u>
<b>Capital Assets, Net</b>	<u>\$77,228,584</u>	<u>\$(2,234,842)</u>	<u>\$(2,105,953)</u>	<u>\$72,887,789</u>

**Debt Administration**

The College has no bonds outstanding at June 30, 2025 and 2024.

**Economic Factors That Affect The Future**

Although the College's financial position is currently healthy, the economic position of the College is closely tied to that of the State of New Jersey and the Counties of Atlantic and Cape May. The College's state and county appropriations and many state and local grants and contracts are influenced by the economic climate of the state and counties. Other factors that affect college tuition and fee revenues include population growth rate, unemployment rate, and the number of high school graduates in Atlantic and Cape May counties.

Furthermore, policy changes at the Federal level have had a profound impact on higher education. Federal policy changes and executive orders have included Diversity, Equity and Inclusion reversals, funding reductions and freezes, updates to grant criteria, and international student visa changes. In addition, the U.S. Department of Education has undergone a significant reduction in its workforce, with plans for dismantling the agency actively underway. Potential long-term consequences of Federal policy changes include negative impacts on grant funding, student financial aid and international student enrollments. Community colleges must proactively monitor federal policy shifts and prepare for increased regulatory and fiscal instability.

As Fiscal Year 2025 ended, New Jersey's unemployment rate was 4.9%, a 0.3% increase from the year before which is still a vast improvement from the historical high of 15.3% in May 2020. In June 2025, Atlantic County's unemployment rate was 6.0%, while Cape May County's rate was 6.7%, an increase of 0.8% for both counties from the previous year. Historically, community college enrollment has improved during periods of recession as displaced workers enroll to retrain their skills. While New Jersey ended 2025 with a gain of 9,000 jobs, this was down from 39,200 in 2024 and 64,200 in 2023. New Jersey's unemployment rate remains significantly higher compared to national levels. The current job growth is uneven across industries with gains led by trade, transportation and utilities, healthcare and education, and leisure and hospitality. Many of Atlantic Cape programs focus on these areas of growth, providing employment opportunities for graduates.

**ATLANTIC CAPE COMMUNITY COLLEGE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

Additional factors are contributing to the nationwide decline in enrollment including demographic shifts like fewer high school graduates and changing family responsibilities. Also, challenges and delays in the federal financial aid process had led to fewer applications, with a vast improvement seen in 2025. Communication to students about potential financial aid and scholarship opportunities is important. Financial aid workshops are offered to help students navigate the new federal application. Atlantic Cape strives to help remove these challenges by providing support services such as tutoring, mental health resources and food pantries, as well as flexible instructional delivery options. To remain competitive in higher education, it is essential to keep tuition and fees reasonable. Atlantic Cape aims to bridge the gap between affordability and quality education. Our per credit tuition and fee rates remain in the middle of the state sector, even though they were raised for Fiscal Year 2025 and 2024, after three years without rises. Continued and expanded partnerships with area high schools, universities and businesses is also key. Atlantic Cape has increased articulation and transfer agreements with four-year partners to strengthen pathways to industry careers.

Salaries and benefits account for 78.4% of the College's unrestricted operating expenses. In November 2022, the College's Board of Trustees approved labor agreements for the period July 1, 2022 to June 30, 2026 for all four bargaining units. The compensation approved for the Fiscal Year ended June 30, 2025 included a 3.0% base salary increase for all eligible full-time employees. Beginning in Fiscal Year 2011, all covered full-time employees began to contribute to health benefits costs. Their contributions totaled \$726 thousand in 2025, which helps to offset gross medical and prescriptions costs of nearly \$5.9 million. Insurance, utilities and software prices continue to escalate. To help mitigate utility costs, the College has solar panels on the Mays Landing and Cape May campuses, as well as expected savings from installing energy efficient lighting and windows in renovated buildings. Technology is constantly evolving and, in order to offer exemplary programs, the College must continue to budget for the purchase of new software and equipment as well as the maintenance of existing technologies, especially in light of increasing cybersecurity risks. In June 2021, the Board of Trustees established a Technology Replacement Reserve to support investment in essential technology.

Planning for the maintenance of facilities and identifying the funding sources required is ongoing. The College follows its Facilities Master Plan 2021-2025 for planning capital improvements and deferred maintenance projects. The College currently relies heavily on Chapter 12 funding supported by the counties and state. Most of the College's equipment needs are currently funded through grants from various agencies. Funds from the college's facilities fee, which is charged on a per student credit hour basis, are dedicated to deferred maintenance and improvements and renewals of academic and student areas.

In closing, higher education is facing uncertain times. The top higher education business issue of 2025 identified through a National Association of College and University Business Officers (NACUBO) survey is *managing unreliable funding sources*. Although higher education has had to cope with funding challenges for years, new in 2025 are reductions in revenue from nearly every major source. Atlantic Cape is committed to diversifying revenue streams, including grant opportunities, as evidenced by new National Science Foundation grants supporting innovative academic programs. The College is maintaining its program of cost containment, cost avoidance and revenue enhancement efforts, while continuing to operate within its resources. With over 60 years of experience, Atlantic Cape continues to adapt, evolve and serve the residents of Atlantic and Cape May counties. As higher education faces new challenges, Atlantic Cape remains steadfast in our mission.

**Contacting the College's Financial Management**

This financial report is designed to provide readers with a general overview of Atlantic Cape Community College's finances and to demonstrate the College's accountability for the resources it receives. Questions concerning this report or requests for additional financial information should be directed to Leslie A. Jamison, Chief Financial Officer, 5100 Black Horse Pike, Mays Landing, N.J. 08330.

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**STATEMENTS OF NET POSITION**  
**AS OF JUNE 30, 2025 and 2024**

	2025		2024	
	College	Component Unit	College	Component Unit
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 13,207,519	\$ 1,302,910	\$ 16,931,279	\$ 751,275
Security deposits	3,775		2,742	
Investments		3,167,314		2,701,634
Accounts receivable:				
Students, net of allowance of \$1,105,074 and \$1,230,785 respectively	1,061,976		1,049,353	
Federal, state, county, local	3,370,481		2,752,026	
Other	112,509	43,096	37,401	83,180
Promises to give	267,680			
Inventories	105,856		92,093	
Prepaid expenses	852,290		739,224	638
Other	39,300		81,594	
Total current assets	<u>19,021,386</u>	<u>4,513,320</u>	<u>21,685,712</u>	<u>3,536,727</u>
Noncurrent assets:				
Restricted cash and cash equivalents	3,481,036		3,945,772	
Restricted investments		3,844,634		3,610,560
Software subscriptions, net (Note 16)	2,334,170		177,287	
Capital assets, non-depreciable (Note 15)	3,315,122		4,893,120	
Capital assets, net of accumulated depreciation of \$90,600,136 and \$86,338,399 respectively (Note 15)	69,572,667		72,335,464	
Total noncurrent assets	<u>78,702,995</u>	<u>3,844,634</u>	<u>81,351,643</u>	<u>3,610,560</u>
Total assets	<u>97,724,381</u>	<u>8,357,954</u>	<u>103,037,355</u>	<u>7,147,287</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Related to pensions (Note 17)	<u>1,962,989</u>		<u>2,090,200</u>	
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	6,636,052	1,391,925	6,840,437	1,154,341
Unearned revenue	3,157,405	103,664	3,975,845	66,867
Current portion:				
Deposits	12,299		3,439	
Compensated absences	259,541		126,317	
Subscription obligations payable			149,379	
Accrued interest	61,758		886	
Total current liabilities	<u>10,127,055</u>	<u>1,495,589</u>	<u>11,096,303</u>	<u>1,221,208</u>
Noncurrent liabilities:				
Deposits	58,787		59,302	
Compensated absences	1,721,679		1,605,440	
Subscription obligations payable	1,624,119			
Net pension liability (Note 17)	14,271,897		15,452,144	
Total noncurrent liabilities	<u>17,676,482</u>	<u>-</u>	<u>17,116,886</u>	<u>-</u>
Total liabilities	<u>27,803,537</u>	<u>1,495,589</u>	<u>28,213,189</u>	<u>1,221,208</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to pensions (Note 17)	<u>1,525,580</u>		<u>2,102,511</u>	
<b>NET POSITION</b>				
Net Investment in capital assets	72,887,789		77,228,584	
Restricted for:				
Nonexpendable:				
Scholarships and fellowships	877,783	3,844,634	880,903	3,610,560
Expendable:				
Other	1,574,516	1,871,695	1,390,786	1,486,512
Unrestricted (Deficit)	(4,981,835)	1,146,036	(4,688,418)	829,007
Total net position	<u>\$ 70,358,253</u>	<u>\$ 6,862,365</u>	<u>\$ 74,811,855</u>	<u>\$ 5,926,079</u>

The accompanying notes are an integral part of the financial statements

**ATLANTIC CAPE COMMUNITY COLLEGE  
STATEMENTS OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

	2025		2024	
	College	Component Unit	College	Component Unit
<b>REVENUES</b>				
Operating Revenues:				
Student tuition and fees (including chargebacks and net of allowances of \$14,258,608 and \$14,098,864 respectively)	\$ 10,046,541		\$ 10,236,707	
Gifts and contributions		\$ 1,341,083		\$ 1,140,418
Federal grants and contracts	2,876,403		2,335,899	
State and local grants and contracts	2,735,344		2,762,788	
Nongovernmental grants and contracts	110,844		95,816	
Sales and services of educational departments	39,511		31,872	
Other operating revenues	444,890		383,690	
Auxillary enterprises - student activities	157,870		85,312	
Total operating revenues	<u>16,411,403</u>	<u>1,341,083</u>	<u>15,932,084</u>	<u>1,140,418</u>
<b>EXPENSES</b>				
Operating Expenses:				
Instructional	15,170,908		14,837,872	
Public service	1,992,489		981,270	
Academic support	6,217,118		6,300,824	
Student services	7,468,286		7,308,159	
Institutional support	7,900,728	116,325	5,719,530	100,707
Operations and maintenance of plant	8,462,555		8,291,388	
Scholarship and student aid	5,061,058	1,024,738	4,275,798	890,218
Depreciation and amortization	6,895,239		7,067,608	
Auxillary enterprises - student activities	102,802		118,567	
Total operating expenses	<u>59,271,183</u>	<u>1,141,063</u>	<u>54,901,016</u>	<u>990,925</u>
Total operating income (loss)	<u>(42,859,780)</u>	<u>200,020</u>	<u>(38,968,932)</u>	<u>149,493</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
State Appropriations:				
State aid	6,831,025		7,137,460	
On-behalf fringe benefits:				
Alternate benefit program	613,630		529,906	
Other post employment benefits	2,565,118		1,487,769	
County appropriations	8,621,706		8,621,869	
Education Stabilization Fund (ESF):				
Higher Education Emergency Relief Fund (HEERF):				
Student Aid (COVID-19)			256,250	
Governor's Emergency Education Relief: (GEER II) Fund (COVID-19)			135,043	
Federal student financial aid	12,469,052		10,946,258	
State student financial aid	4,552,912		4,919,299	
Gifts	978,061		889,534	
Investment income	734,143	502,193	844,352	574,479
Insurance proceeds	307,770			
Interest Expense	(62,201)		(27,687)	
Repairs funded by capital appropriations and insurance proceeds	(147,275)		(18,774)	
Loss on equipment disposals	(159,589)		(177,739)	
Net nonoperating revenues (expenses)	<u>37,304,352</u>	<u>502,193</u>	<u>35,543,540</u>	<u>574,479</u>
Income (loss) before net other revenues	<u>(5,555,428)</u>	<u>702,213</u>	<u>(3,425,392)</u>	<u>723,972</u>
<b>OTHER REVENUES</b>				
Capital appropriations	1,105,475		3,937,867	
Return of Endowed Funds	(9,000)			
Additions to permanent endowments	5,351	234,074	4,864	114,007
Total other revenues	<u>1,101,826</u>	<u>234,074</u>	<u>3,942,731</u>	<u>114,007</u>
Changes in net position	<u>(4,453,602)</u>	<u>936,287</u>	<u>517,339</u>	<u>837,979</u>
<b>NET POSITION</b>				
Net position - beginning of year	74,811,855	5,926,079	74,294,516	5,088,100
Net position - end of year	<u>\$ 70,358,253</u>	<u>\$ 6,862,366</u>	<u>\$ 74,811,855</u>	<u>\$ 5,926,079</u>

The accompanying notes are an integral part of the financial statements

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**STATEMENTS OF CASH FLOWS**  
**(COLLEGE ONLY)**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Tuition and fees (including chargebacks)	\$ 8,954,015	\$ 9,145,401
Grants and contracts	4,739,762	6,434,735
Payments to suppliers	(21,216,653)	(20,542,183)
Payments to employees	(25,269,838)	(24,884,022)
Payments for scholarships and student aid	(3,752,216)	(3,055,459)
Other receipts	436,502	396,620
Net cash used in operating activities	(36,108,428)	(32,504,908)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
State appropriations	7,365,562	7,673,766
County appropriations	8,621,775	8,621,936
Noncapital grants received - student financial aid	16,794,146	15,644,757
Higher Education Emergency Relief Fund (HEERF):		
Student Aid (COVID-19)		258,750
Gifts and grants received for other than capital purposes	710,381	1,011,337
Net cash provided by noncapital financing activities	33,491,864	33,210,546
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Capital appropriations	805,928	3,630,711
Capital grants and gifts received	167,134	723,879
Proceeds from sale of capital assets	24,690	13,933
Insurance proceeds	296,314	
Payments to suppliers	(147,275)	(18,774)
Purchase of capital assets	(1,634,217)	(2,559,273)
Software subscription payments	(1,471,324)	(854,486)
Construction in progress	(343,676)	(2,011,534)
Private gifts for endowment purposes	5,351	4,864
Return of endowed funds	(9,000)	
Net cash provided (used) in capital and related financing activities	(2,306,075)	(1,070,680)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on investments	734,143	844,352
Net cash provided by investing activities	734,143	844,352
Net increase (decrease) in cash	(4,188,496)	479,310
Cash - beginning of year	20,877,051	20,397,741
Cash - end of year	\$ 16,688,555	\$ 20,877,051
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE COMPARATIVE STATEMENTS OF NET POSITION:</b>		
Unrestricted Current	\$ 13,207,519	\$ 16,931,279
Restricted Noncurrent	3,481,036	3,945,772
	\$ 16,688,555	\$ 20,877,051

The accompanying notes are an integral part of the financial statements

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**STATEMENTS OF CASH FLOWS**  
**(COLLEGE ONLY)**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**  
**(CONTINUED)**

<b>RECONCILIATION OF NET OPERATING REVENUES (EXPENSES)</b>	2025	2024
<b>TO NET CASH USED IN OPERATING ACTIVITIES:</b>		
Operating loss	\$ (42,859,780)	\$ (38,968,932)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation and amortization	6,895,239	7,067,608
Pension expense	(256,370)	(1,535,721)
Other post employment benefits	2,565,118	1,487,769
Noncash Student awards - textbook and food card scholarships	49,794	20,850
Change in assets and liabilities		
Security deposits	(1,033)	(725)
Student accounts receivable	(12,623)	(263,358)
Federal, state, county and local receivables	(362,811)	261,893
Other accounts receivable	(63,652)	(24,072)
Inventories	(13,763)	(421)
Prepaid expenses	(86,043)	(53,279)
Other assets	693	9,457
Accounts payable and accrued liabilities	(28,968)	(373,561)
Deposits	8,345	(2,102)
Deferred revenue	(818,440)	1,083,303
Deferred outflow of resources - related to pensions:		
Contributions made after the measurement date	(1,373,597)	(1,429,217)
Compensated absences	249,463	215,857
Other liabilities		(257)
Net cash used in operating activities	\$ (36,108,428)	\$ (32,504,908)
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>		
Donated textbook vouchers	\$ -	\$ 25,000

The accompanying notes are an integral part of the financial statements

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 1: ORGANIZATION**

Atlantic Cape Community College (the College) is a two-year publicly supported community college operating under the provisions of N.J.S.A. 18A:64 A1, et seq. The College, which is located in Atlantic and Cape May Counties, New Jersey, offers a wide range of programs to meet the needs of the surrounding community. Financial support is received from county and state governments.

The Board of Trustees of the College voted on August 28, 1998 to approve a resolution authorizing Atlantic Community College to enter into a joint venture college with Cape May County. Officials from the College, Atlantic County and Cape May County signed a contract outlining the terms of the agreement. The New Jersey Legislature approved changes to the New Jersey Community College funding formula. The jointure agreement became effective January 1, 1999.

The Counties of Atlantic and Cape May provide support to the College based upon the funding formula specified in the jointure agreement. Atlantic County has nine voting members on the Board of Trustees of the College, including the Atlantic County Superintendent of Schools. Cape May County has five voting members on the Board of Trustees of the College, including the Cape May County Superintendent of Schools. One voting alumnus member from Atlantic or Cape May County is elected for a one-year term by each year's graduating class. The College President serves as *Ex-Officio* on the Board of Trustees.

Atlantic Cape Community College is a component unit of the County of Atlantic as described in Governmental Accounting Standards Board (GASB) Statement No. 61 – *The Financial Reporting Entity: Omnibus an amendment of GASB Statement No. 14 and 34*. The financial statements of the College would be either blended or discreetly presented as part of the County's financial statements if the County prepared its financial statements in accordance with GASB Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. The County of Atlantic currently follows a basis of accounting and reporting model that is prescribed by the Department of Community Affairs, Division of Local Government Services, State of New Jersey. Therefore, the financial statements of the College are not presented with the County of Atlantic's.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Component Units

In evaluating how to define the College for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 14, *The Financial Reporting Entity*, as amended. Blended component units, although legally separate entities, are in-substance part of the government's operations. Each Discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and / or its citizens.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Component Units (Continued)

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the College has determined that Atlantic Cape Community College Foundation, Inc. (the Foundation) meets the requirement for discrete presentation in the financial statements of the College. In accordance with GASB Statements No. 34 and No. 35, certain presentation adjustments to the financial statements of the Foundation were required to conform to the classification and display requirements in the aforementioned GASB Statements, as applicable to the College.

The Foundation is a legally separate, tax-exempt entity, and acts primarily as a fund-raising organization to provide funding and support to Atlantic Cape Community College, its students and educational endeavors, through special event fund-raising and community philanthropy. Although the College does not control the timing or amount of receipts from the Foundation, the majority of resources, or income thereon, which the Foundation holds and invests, is restricted to the activities of the College by the donors.

During the fiscal years ended June 30, 2025 and 2024, the College received payments of \$791,504 and \$1,019,189 from the Foundation for scholarships, other contributions and capital asset donations. Complete financial statements for the Foundation can be obtained from the Foundation Office at 5100 Black Horse Pike, Mays Landing, NJ 08330.

Basis of Accounting and Presentation

The College prepares its financial statements in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB), including GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, and GASB Statement No. 35, *Basic Financial Statements – and Management’s Discussion and Analysis – for Public Colleges and Universities*, and the National Association of College and University Business Officers (NACUBO). The College follows the “business-type activities” reporting requirements of GASB Statement Nos. 34 and 35 for financial reporting purposes. Such financial statements are prepared on the accrual basis.

The Foundation reports as a not-for-profit organization under Financial Accounting Standards Board (FASB) standards. As a result, certain revenue recognition criteria and presentation features are different from GASB revenue recognition and presentation features.

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the College, the accounts of the College are maintained in accordance with the principles of “fund accounting”. The procedure of fund accounting is one by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund. However, in the accompanying financial statements, all funds are combined for an entity-wide presentation to meet the financial reporting requirements under accounting principles generally accepted in the United States of America as promulgated by GASB.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Contributions

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions. An allowance for uncollectible contributions receivable is provided based upon management's judgment including such factors as prior collection history, type of contribution and nature of fund-raising activity.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents includes petty cash, amounts in deposits, and short-term investments with original maturities of three months or less. Certificates of deposit that have original maturity dates of more than three months but less than twelve months from the date of purchase are classified as investments.

Cash in excess of daily requirements is invested in short-term marketable securities consisting of commercial paper, certificates of deposit and U.S. Treasury obligations. Such investments with maturities of three months or less are deemed to be cash equivalents for the purpose of the College's financial statement presentation.

Cash is categorized as restricted in compliance with purpose restrictions, such as endowment provisions, certain Board of Trustee funds designations, or federal, state, or other external agency requirements.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. GASB 40 requires that disclosure be made as to the credit rating of all fixed income securities except obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. The cash management fund is unrated.

New Jersey statutes require that county colleges deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. County colleges are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must be equal to at least 5% of the average daily balance of collected public funds on deposit.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Credit Risk (Continued)

In addition to the above collateral requirements, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Income Taxes

The College is a political subdivision of the State of New Jersey and is excluded from Federal income taxes under Section 115(1) of the Internal Revenue Code, as amended.

Accounts Receivable

Accounts receivable consists of tuition and fees charged to students and various other receivables. Accounts receivable are recorded net of estimated uncollectible amounts.

Revenues are charged and an allowance is credited with a provision for uncollectible accounts based on experience and on any unusual circumstances that may affect the ability of students or student sponsors to meet their obligations. It is the College policy to write off uncollectible accounts after two years of delinquency. Accounts deemed uncollectible are charged against this allowance. Accounts receivable are reported net of an accumulated allowance of \$1,105,074 and \$1,230,785 as of June 30, 2025 and 2024, respectively.

Tuition

Each year the Board of Trustees sets tuition and fee rates based on a per credit hour rate. Rates vary based upon residence within Atlantic and Cape May Counties, out of county, out of state and international students.

Inventory

Inventory is valued at cost, with cost being determined on a first-in, first-out basis.

Prepaid Expenses

Prepaid expenses represent payments made to vendors for services that will benefit periods beyond June 30, 2025.

Capital Assets

Capital assets include land, building and improvements, equipment and infrastructure assets, such as sewer. Capital assets are defined by the College as assets with an initial unit cost of \$2,500 or more, or, an aggregate purchase greater than \$15,000. The costs of normal maintenance and repairs that do not add value to the asset are not capitalized. Major outlays for capital assets are capitalized as projects are constructed. Such assets are recorded at historical cost and net of accumulated depreciation and amortization of \$90,600,136 and \$86,338,399 for the years ended June 30, 2025 and 2024, respectively.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Subscription-Based IT Arrangements

The College has noncancelable subscription-based IT arrangements for the right-to-use IT software (Software subscription IT arrangements).

Short-term Subscription-Based IT Arrangements

For subscription IT arrangements with a term of 12 months or less, the College recognizes expense based on the provisions of the subscription IT arrangement.

Subscription-Based IT Arrangements Other Than Short-term

For subscription IT arrangements with a term over 12 months at commencement, the College recognizes a subscription liability and an intangible right-to-use subscription asset.

Measurement of Subscription-Based IT Amounts

At subscription commencement, the College initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscriptions made. The subscription asset is initially measured as the initial amount of the subscription liability, plus any capitalizable implementation costs. Subsequently, the subscription asset is amortized into depreciation and amortization expense on a straight-line basis over the shorter of the subscription term or the useful life of the underlying software. Amortization expense related to subscription-based assets totaled \$760,830 and \$799,777 for the years ended June 30, 2025 and 2024.

Non-Current Liabilities

Non-current liabilities include estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year.

Compensated Absences

Compensated absences are those absences for which employees will be paid for vacation and sick leave when used. A liability is accrued for compensated absences that are earned and unused in accordance with GASB Statement No. 101 "Compensated Absences" and College policy at June 30<sup>th</sup> of each fiscal year.

College employees are granted varying amounts of vacation and sick leave in accordance with the College's personnel policy or appropriate Collective Bargaining Agreement. Upon separation, employees are paid for accrued vacation in accordance with the College's personnel policy or appropriate Collective Bargaining Agreement. The College's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the College for the unused sick leave in accordance with the College's personnel policy or appropriate Collective Bargaining Agreement.

In the Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components – the estimated amount due within one year and the estimated amount due after one year.

Unearned Revenue

Unearned revenue represents tuition revenue that has been received on or before June 30, 2025 for classes that are scheduled in Summer and Fall 2025. It may also include cash which has been received for grants and/ or commissions but not yet earned. Enrollment from an academic term (for example, summer session) which is conducted over a fiscal year end, is reported totally within the fiscal year in which the term is predominantly conducted. The first Summer 2025 session began May 19, 2025.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Depreciation and Amortization

Depreciation has been applied using the straight-line method, with the half-year convention, over the following useful lives:

Buildings and improvements	40 years
Infrastructure	40 years
Improvements (acquired after June 30, 2005)	15 years
Other improvements (acquired after June 30, 2006)	25 years
Small building	20 years
Equipment and furnishings	10 years
Vehicles	7 years
Library books (acquired prior to July 1, 2020)	7 years
Computer equipment (acquired after June 30, 2001)	5 years

Amortization has been applied over the term of the applicable lease as follows:

Leasehold improvements	2.5 to 5 years
Other assets	5 to 20 years

Effective beginning Fiscal Year 2021, library books are no longer capitalized. Library books with a net book value of zero were retired in Fiscal Year 2025.

Depreciation and amortization expense for capital assets amounted to \$6,134,409 and \$6,267,831 for the years ended June 30, 2025 and 2024, respectively.

On-Behalf Payments for Fringe Benefits

The State of New Jersey, through separate appropriations, pays certain fringe benefits on-behalf of College employees. These benefits include Alternate Benefit Program pension contributions and certain retiree health benefits. These amounts are included in both the State of New Jersey appropriations revenues and operating expenses in the accompanying financial statements.

Federal Financial Assistance Programs

The College participates in the following federally funded financial assistance programs: Federal Pell Grants, Federal Supplemental Educational Opportunity Grants (FSEOG), Federal Work-Study Grants and Federal Direct Loan Programs (FDLP). Federal programs are audited in accordance with the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Classification of Revenue

The College has classified its revenues as either operating or non-operating revenues in accordance with GASB Statement No. 33 – *Accounting and Financial Reporting for non-exchange Transactions*.

Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances and (3) most federal and state grants and contracts as well as federal appropriations.

Non-operating revenues include activities that have the characteristics of non-exchange transactions, such as gifts and contributions, and other revenue sources that are defined as non-operating revenues by GASB Statement No. 9 – *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting* and GASB No. 35, such as state appropriations and investment income.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Scholarship Discounts and Allowances

Student tuition and fee revenues are reported net of scholarship discount and allowances in the statement of revenues, expenses and changes in net position. Scholarship discount and allowances are the difference between the stated charge for goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain government grants, such as Pell grants, as well as other federal grants and state grants are recorded as either operating or non-operating revenue in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees, the College has recorded a scholarship discount and allowance. The amount of scholarship discount and allowances for the fiscal years ended June 30, 2025 and 2024 was \$14,258,608 and \$14,098,864, respectively.

Deferred Outflows and Deferred Inflows of Resources

The statement of net position reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The College is required to report the following as deferred outflows of resources and deferred inflows of resources: defined benefit pension plans and postemployment benefit plans.

Net Position

The College's net position is classified as follows:

Net Investment in Capital Assets represents the College's total investment in capital assets, net of accumulated depreciation, and net of outstanding debt obligations related to capital assets.

Restricted for Nonexpendable Net Position include resources in which the College is prohibited from expending the principal portion of the funds and is legally or contractually obligated to spend the interest earnings in accordance with restrictions imposed by external third parties.

Restricted for Expendable Net Position include resources in which the College is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted Net Position represent resources derived from student tuition and fees, state and county appropriations and sales and services of educational departments or auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the College and may be used at the discretion of the Board to meet current expenses for any purposes. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

The College's policy is to first utilize available restricted expendable, and then unrestricted, resources in the conduct of its operations.

Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements that will become effective for the College for fiscal years ending after June 30, 2025:

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, "Financial Reporting Model Improvements". This statement is effective for periods beginning after June 15, 2025, and all reporting periods thereafter. The Statement will become effective for the College in fiscal year ending June 30, 2026. Management is currently evaluating the effect of this Statement on the basic financial statements of the College.

In September 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 104, "Disclosure of Certain Capital Assets". This statement is effective for periods beginning after June 15, 2025, and all reporting periods thereafter. This Statement will become effective for the College in the fiscal year ending June 30, 2026. Management is currently evaluating the effect of this Statement on the basic financial statements of the College.

In December 2025, the Governmental Accounting Standards Board (GASB) issued Statement No. 105, "Subsequent Events". This statement is effective for periods beginning after June 15, 2026, and all reporting periods thereafter. This statement will become effective for the College in the fiscal year ending June 30, 2027. Management is currently evaluating the effect of this Statement on the basic financial statements of the College.

**NOTE 3: SUPPORT OF THE COLLEGE**

State Aid

The New Jersey Department of Treasury, Office of Management and Budget (OMB) allocates the annual appropriation for community college operating aid according to the *Funding Distribution Model for State Operating Aid to New Jersey's Community Colleges*, effective for Fiscal Year 2022, as prescribed by N.J.S.A. 18A:64A-22.

County Aid

Support is provided by the Counties of Atlantic and Cape May and from in-county, out-of-county, and out-of-state students who pay tuition and fees up to approximately \$3,105, \$3,855 and \$4,605, respectively, per full-time student taking 15 credits per semester, for each of the two academic semesters.

The Board of School Estimate of Atlantic Cape Community College (consisting of four members of the Boards of County Commissioners (two from each county) and two members of the College's Board of Trustees) adopts a budget for each fiscal year ending June 30 and levies the amount necessary to be raised during that fiscal period on the Atlantic County and Cape May County Boards of County Commissioners. The Counties operate on a calendar year fiscal period and generate the necessary revenue through a levy on a local property in the form of taxation.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 4: ECONOMIC DEPENDENCY**

The College receives a substantial amount of its support from federal, state and county governments. A significant reduction in the level of support, if this were to occur, would have an effect on the College's programs and activities.

**NOTE 5: CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consist of the following as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents:		
Cash on hand	\$ 1,500	\$ 1,750
Cash (bank accounts)	10,252,059	12,260,751
New Jersey Cash Management Fund	6,434,996	8,614,550
	\$ 16,688,555	\$ 20,877,051

Bank balances of cash amounted to \$11,473,762 and \$12,862,811 as of June 30, 2025 and 2024, respectively of which \$250,000 was FDIC insured. Bank balances in excess of insured amounts are collateralized in accordance with the provisions of the Governmental Unit Deposit Protection Act (GUDPA).

New Jersey Cash Management Fund

During the year, the College participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State investment Council, who prescribe standards designed to ensure the quality of the investments in order to minimize risk to the Fund's participants. Deposits with the New Jersey Cash Management Fund are not subject to FDIC or GUDPA categorizations. At June 30, 2025 and 2024, the College had \$6,434,996 and \$8,614,550, respectively, invested in the Fund.

**NOTE 6: ENDOWMENTS**

Donor restricted endowments totaled \$877,783 and \$880,903 for the fiscal years ended June 30, 2025 and 2024. Investments, if any, are stated at fair value at the date of the financial statements.

**NOTE 7: INVENTORIES**

Inventory for the college at June 30, 2025 and 2024 consisted of the following:

	<u>2025</u>	<u>2024</u>
Supplies	\$ 66,074	\$ 66,104
Perishable Stores	<u>39,782</u>	<u>25,989</u>
	\$ <u>105,856</u>	\$ <u>92,093</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 8: PROMISE TO GIVE**

Unconditional promises to give at June 30, 2025 and 2024 are as follows:

	<u>2025</u>	<u>2024</u>
Promises to Give	\$ <u>267,680</u>	\$ <u>    0</u>

**NOTE 9: COMPENSATED ABSENCES**

College employees may accrue annual vacation and sick leave based on length of service but subject to certain limitations regarding the amount that will be paid in the event of retirement or separation. Personal time earned but unused at June 30 is rolled into sick leave and accounted for in compensated absences.

Sick Leave: Eligible employees accumulate sick leave, which is available for paid time off. Based on known data, policy and Collective Bargaining Agreements (CBAs), an estimate of sick leave that is likely to be used is included in the liability.

Employees are eligible for a sick leave payout upon retirement from the College. The sick leave payout is based on their accrued hours and current rate of pay, and subject to a maximum defined by policy and CBAs. An estimate of sick leave payouts is included in the liability.

Vacation Leave: Eligible employees accumulate vacation hours based on length of service, payable at the current rate of pay upon separation, and subject to a maximum payout defined by policy and CBAs. The liability includes the maximum calculated vacation payouts for all eligible employees based on accumulated vacation hours at 06/30/25.

Also included in the liability is an estimate of earned vacation leave (above the maximum payouts noted above) that is likely to be used based on known data, policy and CBAs.

The estimated costs of compensated absences, including the college's FICA match, for which employees are vested is estimated at \$1,981,220 and \$1,731,757 for the fiscal years ended June 30, 2025 and 2024, respectively.

**NOTE 10: NON-CURRENT LIABILITIES**

Non-current liability activity for the fiscal years ended June 30, 2025 and 2024 was as follows:

	<u>June 30, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2025</u>	<u>Current Portion</u>
Deposits	\$ 62,741	\$ 8,345	\$ -	\$ 71,086	\$ 12,299
Compensated Absences	1,731,757	391,989	(142,526)	1,981,220	259,541
Subscription Obligations Payable	149,379	2,917,713	(1,442,973)	1,624,119	-
Net Pension Liability	15,452,144	(1,629,967)	449,720	14,271,897	-
	\$ 17,396,021	\$ 1,688,080	\$ (1,135,779)	\$ 17,948,322	\$ 271,840

	<u>June 30, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2024</u>	<u>Current Portion</u>
Deposits	\$ 64,843	\$ -	\$ (2,102)	\$ 62,741	\$ 3,439
Compensated Absences	1,515,900	326,429	(110,572)	1,731,757	126,317
Subscription Obligations Payable	914,603	-	(765,224)	149,379	149,379
Net Pension Liability	15,751,781	(2,964,936)	2,665,299	15,452,144	-
	\$ 18,247,127	\$ (2,638,507)	\$ 1,787,401	\$ 17,396,021	\$ 279,135

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 11: NET POSITION**

The following is a summary of Net Position balances of the College for the fiscal years ended June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
<b>Net Investment in Capital Assets</b>		
Gross	\$ 72,887,789	\$ 77,228,584
Related Debt	-	-
Total Net Invested in Capital Assets	72,887,789	77,228,584
<b>Restricted Net Position</b>		
<b>Nonexpendable</b>		
Scholarships and Fellowships	877,783	880,903
<b>Expendable</b>		
Grants, Scholarships and Fellowships	337,431	314,176
Consent Decree	8,061	11,577
State Unemployment Fund	650,000	650,000
Capital Projects	473,729	364,807
Student Government	105,295	50,226
Subtotal Expendable	1,574,516	1,390,786
Total Restricted Net Position	2,452,299	2,271,689
<b>Unrestricted Net Position (Deficit)</b>		
Assignment to FY26 and FY25 Budget	1,463,961	739,573
Appropriated for Encumbrances	113,865	153,781
Pension Related Items	(13,834,488)	(15,464,455)
Undesignated before Pension Related Items:		
Board Designated Technology		
Replacement Reserve	1,143,902	1,834,051
Board Designated <i>A Vision for Success</i>	380,763	500,000
Undesignated	5,750,162	7,548,632
Total Unrestricted Net Position (Deficit)	(4,981,835)	(4,688,418)
<b>TOTAL NET POSITION</b>	<b>\$ 70,358,253</b>	<b>\$ 74,811,855</b>

**NOTE 12: NONCASH DONATIONS**

During the fiscal years ended June 30, 2025 and 2024, the college received the following non-cash donations that have been reflected in the financial statements:

	<u>2025</u>	<u>2024</u>
Student textbook vouchers	\$ <u>0</u>	\$ <u>25,000</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 13: EXPENDITURES**

Operating expenditures by natural classification for the fiscal years ended June 30, 2025 and 2024 were:

	<u>2025</u>	<u>2024</u>
Compensation:		
Salaries	\$ 25,296,792	\$ 24,983,305
Staff benefits	10,650,524	8,130,637
Total Compensation	35,947,316	33,113,942
Other Expenditures:		
Supplies and other	7,627,946	7,223,658
Utilities and telephone	1,978,002	1,738,088
Insurance	957,276	795,789
Repairs and maintenance	423,816	294,995
Rent	35,222	15,156
Depreciation and amortization	6,895,239	7,067,608
Scholarship and student aid	5,061,058	4,275,798
Travel	242,506	257,415
Total other expenses before auxiliary enterprises	23,221,065	21,668,507
Auxiliary Enterprises		
Student activities expenses	102,802	118,567
Total Expenditures	\$ 59,271,183	\$ 54,901,016

**NOTE 14: CAPITAL IMPROVEMENT PROGRAM**

At June 30, 2025, the status of bond related capital improvement projects was:

	<u>Budget</u>	<u>Expended</u>
FY24 Chapter 12 – Atlantic County	\$ 3,882,899	\$ 204,331
FY23 Chapter 12 – Atlantic County	3,620,000	177,424
FY22 Chapter 12 – Atlantic County	4,807,000	2,192,665
FY21 Chapter 12 – Atlantic County	4,800,000	4,764,047
FY20 Chapter 12 – Atlantic County	3,100,000	2,486,121
FY19 Chapter 12 – Atlantic County	6,100,000	6,021,723
FY18 Chapter 12 – Atlantic County	3,100,000	3,100,000
FY17 Chapter 12 – Atlantic County	2,900,000	1,524,414
FY13 Chapter 12 – Atlantic County	1,500,000	1,500,000
FY12 Chapter 12 – Atlantic County	8,500,000	8,500,000

The bond related capital improvement project expenditures have been reflected in the accompanying financial statements. Reimbursements from the County and the State occur as capital expenditures are incurred and are recorded by the College in accordance with the terms of the agreements.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 15: CAPITAL ASSET ACTIVITY**

The fiscal year 2025 and 2024 activity in capital assets and accumulated depreciation was as follows:

	June 30, 2024			June 30, 2025
	Balance	Additions	Retirements	Balance
<b>Non-depreciable assets:</b>				
Land	\$2,370,097	\$ -	\$ -	\$2,370,097
Construction in Progress	2,523,023	343,676	(1,921,674)	945,025
	<u>4,893,120</u>	<u>343,676</u>	<u>(1,921,674)</u>	<u>3,315,122</u>
<b>Depreciable assets:</b>				
Land Improvements	3,544,377	1,811,960	(47,994)	5,308,343
Infrastructure	1,295,903	29,260	-	1,325,163
Buildings and Improvements	129,346,631	792,825	(188,773)	129,950,683
Furniture and Equipment	20,215,699	785,983	(1,703,506)	19,298,176
Other Improvements	9,600	-	-	9,600
Leasehold Improvements	466,644	-	-	466,644
Other Assets	3,795,009	135,863	(116,678)	3,814,194
	<u>158,673,863</u>	<u>3,555,891</u>	<u>(2,056,951)</u>	<u>160,172,803</u>
<b>Less accumulated depreciation and amortization:</b>				
Land Improvements	2,389,726	177,258	(43,195)	2,523,789
Infrastructure	230,953	36,421	-	267,374
Buildings and Improvements	65,579,699	4,249,700	(131,705)	69,697,694
Furniture and Equipment	14,419,660	1,621,378	(1,651,078)	14,389,960
Other Improvements	6,720	384	-	7,104
Leasehold Improvements	466,644	-	-	466,644
Other Assets	3,244,997	49,268	(46,694)	3,247,571
	<u>86,338,399</u>	<u>6,134,409</u>	<u>(1,872,672)</u>	<u>90,600,136</u>
<b>Net Depreciable Assets</b>	<u>72,335,464</u>	<u>(2,578,518)</u>	<u>(184,279)</u>	<u>69,572,667</u>
<b>Net Capital Assets</b>	<u>\$77,228,584</u>	<u>\$(2,234,842)</u>	<u>\$(2,105,953)</u>	<u>\$72,887,789</u>

Capital asset depreciation and amortization expense for the year ended June 30, 2025 was \$6,134,409. Projects were completed during the year resulting in \$1,921,674 being reclassified from Construction in Progress.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 15: CAPITAL ASSET ACTIVITY (CONTINUED)**

	June 30, 2023			June 30, 2024
	Balance	Additions	Retirements	Balance
<b>Non-depreciable assets:</b>				
Land	\$2,370,097	\$ -	\$ -	\$2,370,097
Construction in Progress	1,214,118	2,011,534	(702,629)	2,523,023
	<u>3,584,215</u>	<u>2,011,534</u>	<u>(702,629)</u>	<u>4,893,120</u>
<b>Depreciable assets:</b>				
Land Improvements	3,695,804	54,517	(205,944)	3,544,377
Infrastructure	1,295,903	-	-	1,295,903
Buildings and Improvements	129,388,678	1,599,346	(1,641,393)	129,346,631
Furniture and Equipment	19,367,352	1,476,433	(628,086)	20,215,699
Other Improvements	9,600	-	-	9,600
Leasehold Improvements	466,644	-	-	466,644
Other Assets	3,719,362	131,605	(55,958)	3,795,009
	<u>157,943,343</u>	<u>3,261,901</u>	<u>(2,531,381)</u>	<u>158,673,863</u>
<b>Less accumulated depreciation and amortization:</b>				
Land Improvements	2,467,267	128,403	(205,944)	2,389,726
Infrastructure	198,555	32,398	-	230,953
Buildings and Improvements	62,702,576	4,327,756	(1,450,633)	65,579,699
Furniture and Equipment	13,455,942	1,590,893	(627,175)	14,419,660
Other Improvements	6,336	384	-	6,720
Leasehold Improvements	466,644	-	-	466,644
Other Assets	3,112,958	187,997	(55,958)	3,244,997
	<u>82,410,278</u>	<u>6,267,831</u>	<u>(2,339,710)</u>	<u>86,338,399</u>
<b>Net Depreciable Assets</b>	<u>75,533,065</u>	<u>(3,005,930)</u>	<u>(191,671)</u>	<u>72,335,464</u>
<b>Net Capital Assets</b>	<u>\$79,117,280</u>	<u>\$(994,396)</u>	<u>\$(894,300)</u>	<u>\$77,228,584</u>

Capital asset depreciation and amortization expense for the year ended June 30, 2024 was \$6,267,831.  
Projects were completed during the year resulting in \$702,629 being reclassified from Construction in Progress.

**ATLANTIC CAPE COMMUNITY COLLEGE  
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**NOTE 16: SUBSCRIPTION-BASED IT ARRANGEMENTS (SBITA)**

The College has noncancelable SBITAs for the right-to-use software subscriptions.

The following is a summary of right-to-use software subscription asset activity during the years ended June 30, 2025 and 2024:

<u>2025</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Right-to-use Assets:				
Software Subscriptions	\$ 1,776,840	\$2,917,713	(1,244,979)	\$ 3,449,574
Total right-to-use assets	<u>1,776,840</u>	<u>2,917,713</u>	<u>(1,244,979)</u>	<u>3,449,574</u>
Less accumulated amortization:				
Software Subscriptions	1,599,553	760,830	(1,244,979)	1,115,404
Total accumulated amortization	<u>1,599,553</u>	<u>760,830</u>	<u>(1,244,979)</u>	<u>1,115,404</u>
Total right-to-use assets, net	<u>\$ 177,287</u>	<u>\$ 2,156,883</u>	<u>\$ -</u>	<u>\$ 2,334,170</u>

<u>2024</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Right-to-use Assets:				
Software Subscriptions	\$ 1,776,840	\$ -	\$ -	\$ 1,776,840
Total right-to-use assets	<u>1,776,840</u>	<u>-</u>	<u>-</u>	<u>1,776,840</u>
Less accumulated amortization:				
Software Subscriptions	799,777	799,776	-	1,599,553
Total accumulated amortization	<u>799,777</u>	<u>799,776</u>	<u>-</u>	<u>1,599,553</u>
Total right-to-use assets, net	<u>\$ 977,063</u>	<u>\$ (799,776)</u>	<u>\$ -</u>	<u>\$ 177,287</u>

Amortization expense for right-to-use assets for the years ended June 30, 2025 and 2024 was \$760,830 and \$799,777, respectively.

**NOTE 17: PENSION PLANS**

The College participates in several retirement plans, administered by the State of New Jersey, Division of Pensions and Benefits (the "Division"), covering its employees – the Public Employees' Retirement System (PERS), the New Jersey Alternate Benefit Program (ABP) and the Defined Contribution Retirement Program (DCRP). PERS is a cost-sharing, multiple-employer defined benefit retirement plan, while ABP and DCRP are defined contribution retirement plans. Generally, all employees, except certain part-time employees, participate in one of these plans.

**ATLANTIC CAPE COMMUNITY COLLEGE  
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**NOTE 17: PENSION PLANS (CONTINUED)**

The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS plan's fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey, Department of the Treasury  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295  
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

**General Information About the Pension Plans**

**Plan Descriptions**

**Public Employees' Retirement System** - The PERS is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the College, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

**Alternate Benefit Program** - The ABP is a tax-sheltered, defined contribution retirement program for certain higher education faculty, instructors and administrators which was established pursuant to P.L.1969, c. 242 (N.J.S.A. 52:18A-107 et seq., specifically, 18A:66-192). The ABP is an agency fund overseen by the State of New Jersey Division of Pensions and Benefits.

**Defined Contribution Retirement Program** - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000 annually.

**Vesting and Benefits Provisions**

**Public Employees' Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**General Information About the Pension Plans (Continued)**

**Vesting and Benefits Provisions - Continued**

The following represents the membership tiers for PERS:

**Tier Definition**

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more service credit before age 62 and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**Alternate Benefit Program** - ABP provides retirement benefits, life insurance and disability coverage to qualified members. Benefits are determined by the amount of individual accumulations and the retirement income option selected. All benefits vest after the completion of one year of service.

**Defined Contribution Retirement Program** - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

**Contributions**

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The College's contractually required contribution rates were 17.11% and 17.61% of the College's covered payroll for the fiscal years ended June 30, 2025, and 2024, respectively. These amounts were actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**General Information About the Pension Plans (Continued)**

**Contributions - Continued**

**Public Employees' Retirement System (Continued)**

Based on the PERS measurement date of June 30, 2024, the College's contractually required contribution to the pension plan for the fiscal year ended June 30, 2025, was \$1,429,217 and was paid within the April 1, 2025 due date. College employee contributions to the pension plan during the fiscal year ended June 30, 2025, were \$608,819.

Based on the most recent PERS measurement date of June 30, 2023, the College's contractually required contribution to the pension plan for the fiscal year ended June 30, 2024, was \$1,425,829 and was paid within the April 1, 2024 due date. College employee contributions to the pension plan during the fiscal year ended June 30, 2024, were \$639,865.

**Alternate Benefit Program** - The contributions requirements of plan members are determined by State statute. In accordance with N.J.S.A. 18A:66-173, required contributions, calculated on the employee's base pay, are 5% for plan members, and 8% for employers. Plan members may make additional voluntary contributions subject to section 403(b) of the internal revenue code.

Under N.J.S.A 18A:66-174, most employer contributions are made by the State of New Jersey on-behalf of the College. The College is responsible for the employer contributions for non-academic employees.

Plan members direct the investment of contributions to insurance companies and mutual fund companies selected by the New Jersey Division of Pensions' Pension Provider Selector Board. These companies administer plan funds based on alternate benefit contracts with the New Jersey Division of Pensions.

Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The plan carriers are as follows:

AXA Financial (Equitable)  
MassMutual Retirement Services  
VOYA Financial Services  
MetLife  
Prudential  
Teacher's Insurance and Annuity Association/TIAA  
VALIC

During the fiscal year end June 30, 2025, the College's share of the employer contributions for participants not eligible for State reimbursement was \$292,250, employee contributions to the plan were \$527,225, and the State of New Jersey made on-behalf payments for the College contributions of \$613,630, which includes \$66,549 for employees in eligible academic Alternate Benefit Program positions but elected to participate in the Public Employees' Retirement System.

During the fiscal year end June 30, 2024, the College's share of the employer contributions for participants not eligible for State reimbursement was \$282,335, employee contributions to the plan were \$509,922, and the State of New Jersey made on-behalf payments for the College contributions of \$529,906.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**General Information About the Pension Plans (Continued)**

**Contributions – Continued**

**Defined Contribution Retirement Program** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the College contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the fiscal year ended June 30, 2025, employee contributions totaled \$53,869, the College recognized pension expense of \$29,468. There were no forfeitures during the fiscal year.

For the fiscal year ended June 30, 2024, employee contributions totaled \$47,040, the College recognized pension expense of \$25,658. There were no forfeitures during the fiscal year.

**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

The following information relates only to the Public Employees' Retirement System ("PERS"), which is a cost-sharing multiple-employer defined benefit pension plan.

The College reported a liability of \$14,271,897 and \$15,452,144 for its proportionate share of the net pension liability for the fiscal years ended June 30, 2025 and 2024, respectively.

The net pension liability reported at June 30, 2025 was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2024. The College's proportion of the net pension liability was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the June 30, 2024 measurement date, the College's proportion was .1050327404%, which was a decrease of 1.55% from its proportion measured as of June 30, 2023.

The net pension liability reported at June 30, 2024 was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The College's proportion of the net pension liability was based on a projection of the College's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the June 30, 2023 measurement date, the College's proportion was .1066814755%, which was an increase of 2.21% from its proportion measured as of June 30, 2022.

The College recognized negative expense of (\$1,629,967) and (\$2,964,936), in its financial statements for pension (benefit) expense for PERS, for the fiscal years ended June 30, 2025 and 2024, respectively. These amounts were based on the Plans June 30, 2024 and 2023 measurement dates, respectively.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

At June 30, 2024 and 2023 measurement dates, the College reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Measurement Date</u> <u>June 30, 2024</u>		<u>Measurement Date</u> <u>June 30, 2023</u>	
	<u>Deferred</u> <u>Outflows</u>	<u>Deferred</u> <u>Inflows</u>	<u>Deferred</u> <u>Outflows</u>	<u>Deferred</u> <u>Inflows</u>
Differences between Expected and Actual Experience	\$ 285,892	\$ 37,996	\$ 147,742	\$ 63,163
Changes of Assumptions	17,730	162,381	33,945	936,466
Net Difference between Projected and Actual Earnings on Pension Plan Investments		661,749	71,159	
Changes in Proportion and Differences between College Contributions and Proportionate Share of Contributions	285,770	663,454	408,137	1,102,882
College Contributions Subsequent to the Measurement Date	1,373,597		1,429,217	
	<u>\$ 1,962,989</u>	<u>\$ 1,525,580</u>	<u>\$ 2,090,200</u>	<u>\$ 2,102,511</u>

\$1,373,597 and \$1,429,217 included in deferred outflows of resources, for the June 30, 2024 and 2023 measurement dates, respectively, will be included as a reduction of the net pension liability in fiscal years ending June 30, 2026 and 2025, respectively.

The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

<u>Year ended</u> <u>June 30,</u>	
2025	\$ (79,842)
2026	(718,473)
2027	(125,595)
2028	(3,932)
2029	(8,347)
Total	<u>\$ (936,188)</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

The amortization of the other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>		<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences between Expected and Actual Experience			Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:			Year of Pension Plan Deferral:		
June 30, 2019	5.21	-	June 30, 2020	5.00	5.00
June 30, 2020	5.16	-	June 30, 2021	5.00	5.00
June 30, 2021	-	5.13	June 30, 2022	5.00	5.00
June 30, 2022	-	5.04	June 30, 2023	5.00	5.00
June 30, 2023	5.08	-	June 30, 2024	5.00	5.00
June 30, 2024	5.08	-			
Changes of Assumptions			Changes in Proportion and Differences between College Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:			Year of Pension Plan Deferral:		
June 30, 2019	-	5.21	June 30, 2019	5.21	5.21
June 30, 2020	-	5.16	June 30, 2020	5.16	5.16
June 30, 2021	5.13	-	June 30, 2021	5.13	5.13
June 30, 2022	-	5.04	June 30, 2022	5.04	5.04
June 30, 2023	-	-	June 30, 2023	5.08	5.08
June 30, 2024	-	-	June 30, 2024	5.08	5.08

**Actuarial Assumptions**

The net pension liability at June 30, 2025 was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2024.

The net pension liability at June 30, 2024 was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023.

These actuarial valuations used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Measurement Date June 30, 2024</u>	<u>Measurement Date June 30, 2023</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases: <sup>(1)</sup>		
Through 2026	2.75% - 6.55%	2.75% - 6.55%
Thereafter	2.75% - 6.55%	2.75% - 6.55%
Investment Rate of Return	7.00%	7.00%
Period of Actual Experience Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

<sup>(1)</sup> based on years of service

**ATLANTIC CAPE COMMUNITY COLLEGE  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**Actuarial Assumptions (Continued)**

For both the June 30, 2024 and 2023 measurement dates, pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% for the June 30, 2024 and June 30, 2023 measurement dates) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in target asset allocation for the June 30, 2024 and June 30, 2023 measurement dates are summarized in the following tables:

June 30, 2024 Measurement Date			June 30, 2023 Measurement Date		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equity	28.00%	8.63%	U.S. equity	28.00%	8.98%
Non-U.S. developed markets equity	12.75%	8.85%	Non-U.S. developed markets equity	12.75%	9.22%
International small cap equity	1.25%	8.85%	International small cap equity	1.25%	9.22%
Emerging markets equity	5.50%	10.66%	Emerging markets equity	5.50%	11.13%
Private equity	13.00%	12.40%	Private equity	13.00%	12.50%
Real estate	8.00%	10.95%	Real estate	8.00%	8.58%
Real assets	3.00%	8.20%	Real assets	3.00%	8.40%
High yield	4.50%	6.74%	High yield	4.50%	6.97%
Private credit	8.00%	8.90%	Private credit	8.00%	9.20%
Investment grade credit	7.00%	5.37%	Investment grade credit	7.00%	5.19%
Cash Equivalents	2.00%	3.57%	Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.57%	U.S. Treasuries	4.00%	3.31%
Risk mitigation strategies	3.00%	7.10%	Risk mitigation strategies	3.00%	6.21%
	<u>100.00%</u>			<u>100.00%</u>	

**Discount Rate June 30, 2024 and 2023, Measurement Dates** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 17: PENSION PLANS (CONTINUED)**

**Sensitivity of College's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

The following tables present the College's proportionate share of the net pension liability at the June 30, 2024 and 2023 measurement dates, respectively. These amounts were calculated using a discount rate of 7.00% for both June 30, 2024 and June 30, 2023, as well as what the College's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	June 30, 2024 Measurement Date		
	1%	Current Discount	1%
	Decrease (6.00%)	Rate (7.00%)	Increase (8.00%)
College's proportionate share of the net pension liability	\$ 17,363,132	\$ 14,271,897	\$ 11,643,677

	June 30, 2023 Measurement Date		
	1%	Current Discount	1%
	Decrease (6.00%)	Rate (7.00%)	Increase (8.00%)
College's proportionate share of the net pension liability	\$ 18,632,993	\$ 15,452,144	\$ 12,747,765

**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and additions to/deductions from PERS' fiduciary net position have been determined on the same basis as they are reported by PERS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about PERS, please refer to the Plan's Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**NOTE 18: DEFERRED COMPENSATION SALARY ACCOUNT**

The College offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Service Code 457. The Plan, available to full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the College or its creditors.

The Plan is administered by the College through TIAA-CREF.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 19: COMMITMENTS AND CONTINGENCIES**

Operating Leases

The College leases copiers, and facilities under long-term operating leases. Rental expenditures in fiscal years 2025 and 2024 under these leases amounted to \$25,651 and \$12,264, respectively.

Aggregate approximate future minimum rental payments under non-cancelable operating leases are as follows:

Year Ending <u>June 30</u>	<u>Rental Payment</u>
2026	\$ 28,621
2027	27,355
2028	27,355
2029	17,822
2030	4,434

Capital Lease Obligations

The College has no capital lease agreements in effect as of June 30, 2025. There are no future minimum lease payments under capital leases as of June 30, 2025.

Subscription Obligations Payable

The College has recorded subscription liabilities related to right-to-use assets. Approximate future minimum subscription obligations payable are as follows:

Year Ending <u>June 30</u>	<u>Payment</u>
2027	\$ 541,373
2028	\$ 541,373
2029	\$ 541,373

Solar Site Lease and Power Purchase Agreement

The College entered into a solar site lease agreement and power purchase agreement with Energenic, LLC, on February 26, 2013. The College has no capital investment, but will be assured of a predictable cost of energy over the 15 year term of the lease. Solar arrays were substantially complete in October, 2013 on the Mays Landing and Cape May County campuses.

Rutgers University Ground Lease

The College has entered into a 50 year ground lease with Rutgers University. Rutgers completed construction of an academic building on the College's Mays Landing campus which opened for classes in September, 2012. The tenant shall pay the college an annual student use fee, adjusted annually. The student use fees for the fiscal years ended June 30, 2025 and 2024 were \$10,000 and \$10,000, respectively.

Assignment to FY26 Current Operating Budget

The Board of Trustees of the College has assigned a \$1,463,961 fund balance transfer into its FY26 Current Operating Budget – Education and General Revenues.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 19: COMMITMENTS AND CONTINGENCIES (CONTINUED)**

Encumbrances

The College has encumbrances representing outstanding purchase orders and other commitments with various vendors for materials and services not received as of June 30, 2025 and 2024 as follows:

	<u>2025</u>	<u>2024</u>
Current unrestricted	\$113,865	\$ 153,781

Not included in the above schedule are commitments of \$496,370 and \$276,760 for June 30, 2025 and 2024 to be offset with current restricted funds, \$2,124 and \$11 for June 30, 2025 and 2024 to be offset with auxiliary enterprises- student activities funds, \$182,016 and \$176,340 for June 30, 2025 and 2024 to be offset with Technology Replacement Reserve funds, \$53,816 and \$0 for June 30, 2025 and 2024 to be offset with Vision for Success Reserve funds, and capital projects commitments of \$482,021 and \$771,413 for June 30, 2025 and 2024 to be offset with state Chapter 12 and facilities fees accounted for in the plant fund. Except as reported as allocated fund balances on the balance sheet, these commitments are not reflected on the accompanying financial statements.

Grantor Agencies

Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the College expects such amount, if any, to be immaterial.

**NOTE 20: RISK MANAGEMENT**

The College is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The College is self-insured for unemployment benefits compensation and participates in a self-insurance pool for workers' compensation.

Workers' Compensation Insurance Pool

The College is a member of the New Jersey Community College Insurance Pool, a non-profit self-insurance pool created pursuant to the provisions of the New Jersey State Government Regulations Act, Chapter 204, P.L. 1985, to provide workers' compensation insurance to its members. Membership in the insurance pool is limited to New Jersey community colleges. As of June 30, 2025, eleven colleges participated in the insurance pool.

Contributions to the Pool are payable in an annual premium and are based on actuarial assumptions determined by the Pool's actuary. Contributions to the Pool in fiscal years ended June 30, 2025 and 2024 were \$282,514 and \$208,976, respectively. For a copy of the audit of the Pool, contact the plan administrator at 1200 Old Trenton Rd, West Windsor Township, NJ 08550.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 20: RISK MANAGEMENT (CONTINUED)**

Property and Liability Insurance

Comprehensive commercial business insurance is purchased and coverage limits are as follows:

Property	\$209,286,314
General Liability	1,000,000/3,000,000
Automobile Liability:	
Bodily Injury and Property Damage	1,000,000
Uninsured Motorists	1,000,000
Underinsured Motorists	1,000,000
Crime / Employee Bond	1,000,000
Directors and Officers Liability	5,000,000
Umbrella Liability	10,000,000
Special Excess	5,000,000
Workers' Compensation	Statutory
Environmental	1,000,000/3,000,000
Flood (Not Atlantic City Campus) & Earthquake	1,000,000 (Flood) 5,000,000 (Earthquake)
Flood Atlantic City (two parcels/lots)	500,000 Building / 500,000 Personal Property (each parcel)
Flood Atlantic City (Wind Training Center)	258,000 Building / 129,000 Personal Property
Boiler & Machinery	Included up to property limit
Cyber Liability	5,000,000
Owned UAV and Non-owned Aircraft	2,000,000
Aviation Insurance:	
Aircraft Liability	1,000,000
Per Passenger Liability	100,000
Student & Renter Pilot Liability	100,000
Medical Limit - Occurrence	20,000
Medical Limit – Per Seat	5,000

New Jersey Unemployment Compensation Insurance

The College has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the College is required to reimburse the New Jersey Unemployment Trust fund for benefits paid to its former employees and charged to its account with the State. The College is billed quarterly for amounts due to the State. As of June 30, 2025, the State has not billed for the quarters ending 12/31/24, 3/31/25 and 6/30/25. The College has established a current liability of \$93,012 at June 30, 2025 for the amount of the three quarterly billings for the Fiscal Year ended June 30, 2025.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 20: RISK MANAGEMENT (CONTINUED)**

New Jersey Unemployment Compensation Insurance (Continued)

The following is a summary of College contributions, reimbursements to the State for benefits paid and the ending balance of the College's restricted net assets for the current and previous four fiscal years:

Fiscal Year Ended June 30,	College Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2025	\$ 44,626	\$ 51,546	\$ (96,172)	\$ 650,000
2024	6,038	51,507	(57,545)	650,000
2023	(6,943)	52,298	(95,355)	650,000
2022	54,383	46,643	(101,026)	700,000
2021	150,819	36,279	(187,098)	700,000

**NOTE 21: LITIGATION**

The College is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the College, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN**

**General Information about the OPEB Plan**

**Plan Description and Benefits Provided** - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75 - *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295

<https://www.nj.gov/treasury/pensions/financial-reports.shtml>

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**General Information about the OPEB Plan (Continued)**

**Contributions** - The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey (the "State") in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**Employees Covered by Benefit Terms** - At June 30, 2024 and 2023, the OPEB Plan's measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

	<b>June 30 2024 Measurement Date</b>	<b>June 30 2023 Measurement Date</b>
Active Plan Members	219,185	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556	152,383
	<b>372,741</b>	<b>369,595</b>

**Total Non-Employer OPEB Liability**

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The College's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB'S No. 75 is zero percent. Accordingly, the College did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the College as of June 30, 2025 and June 30, 2024 was \$75,849,686 and \$63,571,418, respectively. Since the OPEB liability associated with the College is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability reported at June 30, 2025 was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. For the June 30, 2024 measurement date, the State's proportionate share of the non-employer OPEB Plan liability associated with the College was 0.12715655362%, which was an increase of 4.69% from its proportion measured as of June 30, 2023.

The total non-employer OPEB liability reported at June 30, 2024 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. For the June 30, 2023 measurement date, the State's proportionate share of the non-employer OPEB Plan liability associated with the College was 0.12140831287%, which was a decrease of 1.95% from its proportion measured as of June 30, 2022.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**Total Non-Employer OPEB Liability (Continued)**

**Actuarial Assumptions and Other Inputs** - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuations at June 30, 2023 and June 30, 2022 used the following actuarial assumptions, applied to the June 30, 2024 measurement date and the June 30, 2023 measurement date, respectively:

	<b>Salary Increases (June 30, 2024 Measurement Date)</b>		
	<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
Throughout	2.75% - 5.65% based on service years	2.75% - 6.55% based on service years	3.25% - 16.25% based on service years
<b>Salary Increases (June 30, 2023 Measurement Date)</b>			
	<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
Through 2027	2.75% - 4.25% based on service years	2.75% - 6.55% based on service years	3.25% - 16.25% based on service years
Thereafter	2.75% - 4.25% based on service years	2.75% - 6.55% based on service years	3.25% - 16.25% future years

**Mortality Rates (June 30, 2024 and 2023 Measurement Dates)** - Preretirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2021 “Safety” (PFRS), “General” (PERS), and “Teachers” (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

**Experience Studies (June 30, 2024 and 2023 Measurement Dates)** - The actuarial assumptions used in the June 30, 2022 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021 for TPAF/ABP, PERS, and PFRS.

**Health Care Trend Assumptions (June 30, 2024 Measurement Date)** - For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027, decreasing to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**Health Care Trend Assumptions (June 30, 2023 Measurement Date)** - For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.80% in fiscal year 2026, decreasing to 4.50% in fiscal year 2033. For HMO, the trend is increasing to 17.40% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**Total Non-Employer OPEB Liability (Continued)**

**Actuarial Assumptions and Other Inputs (Continued)**

**Discount Rate** - The discount rates for June 30, 2024 and the June 30, 2023 measurement dates were 3.93% and 3.65%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**Changes in the Total Non-Employer OPEB Liability**

The below table summarizes the State's proportionate share of the change in the total non-employer OPEB liability associated with the College:

<b>June 30, 2025</b>		
Balance at June 30, 2024		\$ 63,571,418
Changes for the year:		
Service Cost	\$ 2,368,866	
Interest Cost	2,496,792	
Difference between Expected and Actual Experience	3,579,593	
Changes in Assumptions	5,674,565	
Member Contributions	65,292	
Gross Benefit Payments	<u>(1,906,840)</u>	
Net Changes		<u>12,278,268</u>
Balance June 30, 2025		<u>\$ 75,849,686</u>
<b>June 30, 2024</b>		
Balance at June 30, 2023		\$ 62,710,665
Changes for the year:		
Service Cost	\$ 2,432,824	
Interest Cost	2,238,908	
Difference between Expected and Actual Experience	(2,251,223)	
Changes in Assumptions	128,134	
Member Contributions	57,375	
Gross Benefit Payments	<u>(1,745,265)</u>	
Net Changes		<u>860,753</u>
Balance June 30, 2024		<u>\$ 63,571,418</u>

There were no changes in benefit terms between the June 30, 2022 measurement date and the June 30, 2023 measurement date.

There were no changes in benefit terms between the June 30, 2021 measurement date and the June 30, 2022 measurement date.

Differences between expected and actual experience reflect changes in liabilities due to changes in the census, claims, and premiums experience.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**Changes in the Total Non-Employer OPEB Liability (Continued)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate** - The State's proportionate share of the total non-employer OPEB liability, associated with the College, as of the June 30, 2024 and June 30, 2023 measurement dates, using a discount rate of 3.93% and 3.65% respectively, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	<b>June 30, 2024 Measurement Date</b>		
	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability Associated with the College	\$ 88,836,227	\$ 75,849,686	\$ 65,405,812

	<b>June 30, 2023 Measurement Date</b>		
	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability Associated with the College	\$ 74,526,574	\$ 63,571,418	\$ 54,775,700

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates** - The State's proportionate share of the total non-employer OPEB liability, associated with the College, as of the June 30, 2024 and the June 30, 2023 measurement dates, using the healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used are as follows:

	<b>June 30, 2024 Measurement Date</b>		
	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability Associated with the College	\$ 59,368,644	\$ 75,849,686	\$ 92,348,437

	<b>June 30, 2023 Measurement Date</b>		
	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability Associated with the College	\$ 52,774,078	\$ 63,571,418	\$ 77,699,765

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Non-Employer OPEB Liability**

**OPEB Expense** - For the fiscal years ended June 30, 2024 and June 30, 2023, the College recognized \$2,565,118 and \$1,487,769, respectively, in OPEB expense and revenue, for the State's proportionate share of the OPEB Plan's OPEB expense, associated with the College. This expense and revenue was based on the OPEB Plan's June 30, 2024 and June 30, 2023 measurement dates.

**Deferred Outflows and Inflows of Resources** - In accordance with GASBS No. 75, the College's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the College; however, at the June 30, 2024 and June 30, 2023 measurements dates, the State's total collective OPEB liability's deferred outflows of resources and deferred inflows of resources from the following sources are as follows:

	<u>Measurement Date June 30, 2024</u>		<u>Measurement Date June 30, 2023</u>	
	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences between Expected and Actual Experience	\$ 8,111,230	\$ 14,164,867	\$ 9,275,252	\$ 16,744,078
Changes of Assumptions	12,721,985	14,829,770	9,039,936	17,543,439
Changes in Proportion	4,675,425	2,745,131	1,866,110	3,452,952
	<u>\$ 25,508,640</u>	<u>\$ 31,739,768</u>	<u>\$ 20,181,298</u>	<u>\$ 37,740,469</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's total collective OPEB liability will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>	
2025	\$ (2,054,140)
2026	(1,722,409)
2027	(818,089)
2028	215,008
2029	(1,492,858)
Thereafter	<u>(358,640)</u>
	<u>\$ (6,231,128)</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 22: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)**

**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Non-Employer OPEB Liability (Continued)**

The amortization of the above deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total non-employer OPEB liability, associated with the College, will be over the following number of years:

	<b>Deferred Outflows</b>	<b>Deferred Inflows</b>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2017	9.54	9.54
June 30, 2018	9.51	9.51
June 30, 2019	9.29	9.29
June 30, 2020	9.24	9.24
June 30, 2021	9.24	9.24
June 30, 2022	9.13	9.13
June 30, 2023	9.30	9.30
June 30, 2024	9.33	9.33
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2017	9.54	9.54
June 30, 2018	9.51	9.51
June 30, 2019	9.29	9.29
June 30, 2020	9.24	9.24
June 30, 2021	9.24	9.24
June 30, 2022	9.13	9.13
June 30, 2023	9.30	9.30
June 30, 2024	9.33	9.33
Changes in Proportion		
Year of Pension Plan Deferral:		
June 30, 2017	9.54	9.54
June 30, 2018	9.51	9.51
June 30, 2019	9.29	9.29
June 30, 2020	9.24	9.24
June 30, 2021	9.24	9.24
June 30, 2022	9.13	9.13
June 30, 2023	9.30	9.30
June 30, 2024	9.33	9.33

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES**

**Note A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Organization and Nature of Activities

Atlantic Cape Community College Foundation (the "Foundation") was formed in 1978 as an independent nonprofit organization for the purpose of promoting and furthering higher education among the citizens of Atlantic and Cape May Counties, New Jersey and to provide physical facilities and services at Atlantic Cape Community College (the "College").

Although the Foundation is a legally separate, non-for-profit organization, because of the significance of its operational and financial relationships with the College it is considered a component unit of the College.

The Foundation is governed by an independent, volunteer board of trustees.

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

The Foundation's financial statements have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – net assets that are not subject to donor-imposed stipulations. This includes funds that are designated for discretionary use by the Foundation.

Net assets with donor restrictions – net assets subject to stipulations imposed by donors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increased in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Measurement of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Foundation's mission to provide direct support the College's students. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be a more unusual or nonrecurring nature.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash and cash equivalents. The Foundation places its cash and cash equivalents on deposit with financial institutions in the United States. Money Market funds intended for non-operating purposes are classified as investments.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 and 2024**

**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Investments

The Foundation reports all investments in marketable securities with readily determinable fair values and all investments in debt securities at fair value in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. Mutual funds are valued at the quoted market prices, which represent the net asset value of the shares held by the Foundation at year-end. Foundation Treasurer, Executive Director, and Associate Directors meet annually with investment firms to review trends and rebalance as needed based on information.

Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Contributions Receivable

The Foundation records contributions receivable that are expected to be collected within one year at net realizable value.

Allowance for Doubtful Accounts

Contributions Receivable is stated net of an allowance for doubtful accounts. The Foundation estimates the allowance based on an analysis of specific donors, taking into consideration the age of past due amounts and an assessment of the donor's ability to pay. The Foundation has determined that there was no allowance for doubtful accounts required for receivables at June 30, 2025 and 2024.

Donated Services and In-Kind Contributions

The Foundation receives contributed services from a variety of personnel who are employed by the College. The value of these services has been reflected in the statement of activities. Volunteers contribute significant amounts of time to the Foundation's program services and fundraising activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by U.S. GAAP. Contributed goods are recorded at fair value at the date of donation.

Revenue and Revenue Recognition

Contributions - Unconditional cash contributions and other assets, including securities, to the Foundation are reported at fair value on the date they are received. Conditional contributions and indications of intentions to give are reported at fair value on the date the gift becomes unconditional. Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restriction if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Special Events - The Foundation holds various events during the year. Revenue from these events is recognized on the statement of activities, net of costs associated with the events.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Fair Value Measurement

The Foundation follows an accounting standard that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements.

Income Taxes

The Foundation claims exemption from federal and state income taxes under section 501(c) (3) of the Internal Revenue Code and, accordingly, does not record a provision for income taxes on related income. The Foundation is eligible to receive a charitable contribution deduction under Section 170(b)(1)(A) and is classified as an organization other than a private foundation under Section 509(a)(2).

The Foundation regularly reviews and evaluates its tax positions taken in previously filed information returns and as reflected in its financial statements, with regard to issues affecting its tax exempt status, unrelated business income, and related matters. The Foundation believes that in the event of an examination by taxing authorities, the Foundation's positions would prevail based upon the technical merits of such positions. Therefore, the Foundation has concluded that no tax benefits or liabilities are required to be recognized in accordance with the new requirements.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional Allocation of Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the Statements of Activities. The Statements of Functional Expenses present the natural classification detail of expenses by function. Expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include donated services, printing and postage, travel, supplies and office expenses, fees and licenses, administration, professional fees, software, and miscellaneous, which are allocated on the basis of estimates of time and effort.

Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

Subsequent Events

The Foundation has evaluated events and transactions through December 30, 2025, the date the financial statements were available to be issued, and determined there were no items requiring recognition in the financial statements.

**Note B - CONCENTRATION OF CREDIT RISK**

The Foundation maintains cash balances in their banking institutions, which are insured by the Federal Deposit Insurance Corporation (F.D.I.C) up to \$250,000.00 per institution. At June 30, 2025, the Foundation's balances exceeded the insured limit by \$500,780.41. At June 30, 2024, the Foundation's balances exceeded the insured limit by \$54,310.50.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note C - AVAILABILITY AND LIQUIDITY**

The Foundation receives significant contributions with donor restrictions to be used in accordance with the associated purpose restrictions. It also receives gifts to establish endowments that will exist in perpetuity; the income generated from such endowments is used to fund programs.

The Foundation considers investment income without donor restrictions, appropriated earnings from donor-restricted endowments, contributions without donor restrictions and contributions with donor restrictions for use in current programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. General expenditures include administrative and general expenses, fundraising expenses expected to be paid in the subsequent year. Annual operations are defined as activities occurring during the Foundation's fiscal year.

The tables below present financial assets available for general expenditures within one year at June 30, 2025 and 2024:

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Financial assets at year end:		
Cash and Cash Equivalents	\$ 1,302,910.28	\$ 751,274.66
Investments	<u>7,011,948.35</u>	<u>6,312,194.21</u>
	8,314,858.63	7,063,468.87
Less amounts not available to be used within one year:		
Investments held for Permanent Endowments	<u>(3,844,633.80)</u>	<u>(3,610,559.70)</u>
Financial assets not available to be used within one year	<u>(3,844,633.80)</u>	<u>(3,610,559.70)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 4,470,224.83</u>	<u>\$ 3,452,909.17</u>

**Note D - INVESTMENTS**

Investments, stated at fair value, are composed of the following as of June 30, 2025 and 2024, respectively:

	2025		Unrealized Gain (Loss)
	<u>Cost</u>	<u>Fair Market Value</u>	
Mutual Funds:			
Fixed Income	\$ 2,914,532.18	\$ 2,853,593.19	\$ (60,938.99)
Domestic Equities	1,980,975.75	2,674,201.05	693,225.30
International Equities	444,189.10	542,059.93	97,870.83
Corporate Stock	<u>754,034.93</u>	<u>942,094.18</u>	<u>188,059.25</u>
Total	<u>\$ 6,093,731.96</u>	<u>\$ 7,011,948.35</u>	<u>\$ 918,216.39</u>
	2024		
	<u>Cost</u>	<u>Fair Market Value</u>	Unrealized Gain (Loss)
Mutual Funds:			
Fixed Income	\$ 2,824,839.04	\$ 2,688,788.08	\$ (136,050.96)
Domestic Equities	1,817,964.12	2,413,578.33	595,614.21
International Equities	422,517.64	471,070.80	48,553.16
Corporate Stock	<u>610,899.68</u>	<u>738,757.00</u>	<u>127,857.32</u>
Total	<u>\$ 5,676,220.48</u>	<u>\$ 6,312,194.21</u>	<u>\$ 635,973.73</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note D – INVESTMENTS (CONTINUED)**

The following summarizes the investment returns as of June 30, 2025 and 2024, respectively:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Interest and Dividends	\$ 195,345.58	\$ 189,542.94	\$ 384,888.52
Investment Fees	(21,493.78)	(26,664.95)	(48,158.73)
Net Interest and Dividends	173,851.80	162,877.99	336,729.79
Realized Gains (Losses)	67,902.94	84,239.66	152,142.60
Unrealized Gains (Losses)	110,414.91	136,979.58	247,394.49
Total Gains (Losses)	178,317.85	221,219.24	399,537.09
Total Investment Return	\$ 352,169.65	\$ 384,097.23	\$ 736,266.88
	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Interest and Dividends	\$ 119,059.83	\$ 147,273.61	\$ 266,333.44
Investment Fees	(17,761.18)	(26,467.00)	(44,228.18)
Net Interest and Dividends	101,298.65	120,806.61	222,105.26
Realized Gains (Losses)	5,797.62	8,639.38	14,437.00
Unrealized Gains (Losses)	181,548.31	270,394.81	451,943.12
Total Gains (Losses)	187,345.93	279,034.19	466,380.12
Total Investment Return	\$ 288,644.58	\$ 399,840.80	\$ 688,485.38

**Note E – FAIR VALUE MEASUREMENT**

Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) 820, “Fair Value Measurements and Disclosures”, established a hierarchy for inputs used in measuring fair value that maximized the use of observable inputs and minimized the use of unobservable inputs, requiring that inputs that are most observable be used when available. Observable inputs are inputs that market participants operating within the same marketplace as the Foundation would use in pricing the Foundation’s assets or liability based on independently derived and observable market data. Unobservable inputs are inputs that cannot be sourced from a broad active market in which assets or liabilities identical or similar to those of the Foundation are traded. The Foundation estimates the price of any assets for which there are only unobservable inputs by using assumptions that market participants that have investments in the same or similar assets would use as determined by the money managers for each investment based on best information available in the circumstances. The input hierarchy is broken down into three levels based on the degree to which the exit price is independently observable or determinable as follows:

Level 1

Valuation based on quoted market prices in active markets for identical assets or liabilities. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

Level 2

Valuation based on quoted market prices of investments that are not actively traded or for which certain significant inputs are not observable, either directly or indirectly.

Level 3

Valuation based on inputs that are unobservable and reflect management’s best estimate of what market participants would use as fair value.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note E – FAIR VALUE MEASUREMENT (CONTINUED)**

The assets fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. Any transfer between fair value hierarchy levels is recognized by the Foundation at the end of each reporting period.

The following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis. There have been no changes to the methodologies used at June 30, 2025 and 2024.

- Mutual Funds – Valued at quoted market prices in active markets on which individual securities are traded.
- Corporate Stocks – Valued at quoted market prices in active markets on which individual securities are traded.

Fair Value on a Recurring Basis

The following tables below present the fair value of financial instruments as measured on a recurring basis as of June 30, 2025 and 2024.

2025				
Fair Value				
	<u>Total</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Other Unobservable Inputs (Level 3)</u>
Mutual Funds:				
Fixed Income	\$ 2,853,593.19	\$ 2,853,593.19		
Domestic Equities	2,674,201.05	2,674,201.05		
International Equities	542,059.93	542,059.93		
Corporate Stock	942,094.18	942,094.18		
Total	<u>\$ 7,011,948.35</u>	<u>\$ 7,011,948.35</u>	<u>\$ -</u>	<u>\$ -</u>

2024				
Fair Value				
	<u>Total</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Other Unobservable Inputs (Level 3)</u>
Mutual Funds:				
Fixed Income	\$ 2,688,788.08	\$ 2,688,788.08		
Domestic Equities	2,413,578.33	2,413,578.33		
International Equities	471,070.80	471,070.80		
Corporate Stock	738,757.00	738,757.00		
Total	<u>\$ 6,312,194.21</u>	<u>\$ 6,312,194.21</u>	<u>\$ -</u>	<u>\$ -</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note F – ENDOWMENT FUNDS**

The Foundation's endowment consists of approximately 45 individual funds established for a variety of purposes. The endowment includes both donor-restricted endowment funds and funds designated by the Foundation Board to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Foundation Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

One endowment requires that 10% of the income earned be added to principal and the remainder be used to fund scholarships. Endowments received after May 1, 2010 requires that 20% of the income earned be added to principal and the remainder be used to fund scholarships. All other endowments require that all income be used for scholarships.

The Foundation has interpreted state law as requiring the preservation of the value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as net assets with donor restriction – perpetual in nature (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions – perpetual in nature is classified as net assets with donor restrictions – purpose restrictions until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by state law.

The Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Foundation and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Foundation
- (7) The investment policies of the Foundation.

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Foundation Board, the endowment assets are invested in a manner that seeks long-term capital growth, current income and growth of income, consistent with prudent, conservative, and risk-averse investments for its endowment. The endowment investments may be invested in any combination of common stocks, bond funds or mutual funds containing both stocks and bonds.

To satisfy its long-term objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation to achieve its long-term objectives within prudent risk constraints.

The Foundation has adopted an investment spend policy. Unless otherwise directed by the donor at the time of the donation and agreed to by the Foundation, 80% of annual audited net interest (interest earned less fees paid) shall be distributed from the endowed funds as per donor designation or Foundation Board direction. The remaining 20% shall be reinvested to preserve the purchasing power of the corpus over time.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note F – ENDOWMENT FUNDS (CONTINUED)**

From time-to-time, the fair value of assets associated with an individual donor restricted endowment fund may fall below the level that the donor or State law required the Foundation to retain as a fund of perpetual duration. The Foundation Board's policy is to restore these funds to the original endowed amount by enduring any market losses in their unrestricted funds thus enabling the endowment to remain whole.

The following table provides information regarding the change in endowments for the year ended 2025 and 2024:

	2025		
	With Donor Restrictions		
	Purpose <u>Restrictions</u>	Perpetual <u>In Nature</u>	<u>Total</u>
Endowment Net Assets, Beginning of Year	\$ 1,486,512.40	\$ 3,610,559.70	\$ 5,097,072.10
Contributions and Transfers	1,041,342.29	178,783.13	1,220,125.42
Investment Returns	328,806.26	55,290.97	384,097.23
Appropriation for Expenditure	(984,965.59)	-	(984,965.59)
Endowment Net Assets, End of Year	<u>\$ 1,871,695.36</u>	<u>\$ 3,844,633.80</u>	<u>\$ 5,716,329.16</u>

	2024		
	With Donor Restrictions		
	Purpose <u>Restrictions</u>	Perpetual <u>In Nature</u>	<u>Total</u>
Endowment Net Assets, Beginning of Year	\$ 1,064,956.40	\$ 3,496,552.68	\$ 4,561,509.08
Contributions and Transfers	867,111.30	56,760.00	923,871.30
Investment Returns	342,593.78	57,247.02	399,840.80
Appropriation for Expenditure	(788,149.08)	-	(788,149.08)
Endowment Net Assets, End of Year	<u>\$ 1,486,512.40</u>	<u>\$ 3,610,559.70</u>	<u>\$ 5,097,072.10</u>

**Note G - DONATED SERVICES**

The Foundation receives donated services from a variety of personnel who are employed by College. The value of these services shown below has been reflected in the Statements of Activities and Changes in Net Assets.

	<u>2025</u>	<u>2024</u>
Administrative Support	\$ 210,856.72	\$ 192,410.23
Less: Paid to College	(40,000.00)	(40,000.00)
Administrative Support Donated	<u>170,856.72</u>	<u>152,410.23</u>
Fundraising Support	<u>359,394.67</u>	<u>346,097.85</u>
Total	<u>\$ 530,251.39</u>	<u>\$ 498,508.08</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note H - NET ASSETS WITH DONOR RESTRICTIONS**

The Foundation follows the policy of maintaining funds when grants and gifts are received for specific projects. Such grants and gifts are reported as net assets with donor restrictions – purpose restrictions until the donor-imposed restrictions are satisfied. Net assets with donor restrictions – purpose restrictions include monies raised by the Restaurant Gala, golf events, other fundraisers, and amounts specifically designated by donors, which generally have been restricted for distributions to the College for scholarships.

Investment income derived from net assets with donor restrictions – perpetual in nature, which is restricted by the donor for a specific purpose, is included as net assets with donor restrictions – purpose restrictions.

As of June 30, 2025 and 2024, nets assets with donor restrictions, consisted of the following:

	<u>2025</u>	<u>2024</u>
With Donor Restrictions - Purpose Restrictions		
Restaurant Gala Scholarships	\$ 183,553.27	\$ 198,084.19
Golf Outing Scholarships	45,767.95	36,661.01
WOW	22,184.58	29,420.72
Scholarships	1,424,113.71	936,331.24
Athletics - Other	11,463.25	28,226.25
Athletics - Baseball Field, Scoreboard	213.65	100,213.65
Emergency Funds	42,113.79	29,717.00
Food Pantry	31,115.41	19,260.60
Other	15,454.25	9,597.74
Culinary Loan Grant	95,715.50	99,000.00
	1,871,695.36	1,486,512.40
With Donor Restrictions - Perpetual in Nature		
Endowments	3,844,633.80	3,610,559.70
	\$ 5,716,329.16	\$ 5,097,072.10

**Note I - GIFTS-IN-KIND, DONATED SERVICES**

The Foundation receives various forms of gifts-in-kind (GIK) including venue/event space, prizes/baskets, media, food and non-food items, and donated services. GIK are reported as contributions at their estimated fair value on the date of receipt and reported as expenses when utilized. GIK are valued based upon estimates of fair market or wholesale values that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor. Donated GIK are not sold, and goods are only distributed for program use. Donated services from College personnel are value at cost based on estimated time and effort. The computation of the value of the contribution of these services and products represent the difference between fair value of these services or products and the fair value of the services given in exchange.

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**Note I - GIFTS-IN-KIND, DONATED SERVICES (CONTINUED)**

For the year ended June 30, 2025 and 2024, the information is summarized as follows:

	<u>2025</u>	<u>2024</u>
Gifts-In-Kind		
Venue / Event Space	\$ 20,000.00	\$ 20,000.00
Prizes/Baskets	12,241.99	8,143.84
Media	22,125.00	19,650.00
Food and non-food items	56,759.42	51,730.42
Total	<u>111,126.41</u>	<u>99,524.26</u>
Value Provided	<u>(19,650.00)</u>	<u>(17,100.00)</u>
Net Gifts-In-Kind	91,476.41	82,424.26
Donated Services	530,251.39	498,508.08
Total	<u>\$ 621,727.80</u>	<u>\$ 580,932.34</u>

**NOTE J – FUNDRAISING**

Fundraising proceeds for the years ended June 30, 2025 and 2024 consisted of the following:

	<u>2025</u>				<u>Total</u>
	<u>Restaurant Gala</u>	<u>Golf Event</u>	<u>Other Events</u>	<u>In Kind Services</u>	
Gross Receipts	\$ 392,753.12	\$ 80,291.99	\$ 49,686.65	\$ 359,394.67	\$ 882,126.43
Direct Benefit to Donors:					
Room Rental and Setup Fees	73,215.00				73,215.00
Catering and Meals	29,950.00	10,742.00			40,700.99
Wine and Liquor	13,882.47	4,651.03	6,099.96		24,633.46
Entertainment	11,500.00			18,363.55	29,863.55
Plates	1,880.00				1,880.00
Decor	3,437.20	854.00			4,291.20
Gifts and Souvenirs	4,686.56	4,298.73	3,811.38		12,796.67
Total Direct Benefit to Donors	<u>138,551.23</u>	<u>20,920.76</u>	<u>28,274.89</u>	<u>-</u>	<u>187,746.88</u>
Gross Receipt less Direct Benefit to Donors	254,201.89	59,371.23	21,411.76	359,394.67	694,379.55
Expenses:					
Raffle Prizes	12,760.71	6,869.99			19,630.70
Licenses and Fees	50.00	100.00	100.00		250.00
Supplies	129.18	2,400.29			2,529.47
Donated Services				359,394.67	359,394.67
Advertising	22,125.00				22,125.00
Postage and Printing	6,107.09	258.78	708.50		7,074.37
Travel			26.08		26.08
Miscellaneous	242.54				242.54
Total Expenses	<u>41,414.52</u>	<u>9,629.06</u>	<u>834.58</u>	<u>359,394.67</u>	<u>411,272.83</u>
Net Proceeds	<u>\$ 212,787.37</u>	<u>\$ 49,742.17</u>	<u>\$ 20,577.18</u>	<u>\$ -</u>	<u>283,106.72</u>
Net Proceeds for General Use					<u>(28,182.35)</u>
Net Proceeds for Scholarships					<u>\$ 254,924.37</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 23: DISCRETELY PRESENTED COMPONENT UNIT DISCLOSURES (CONTINUED)**

**NOTE J – FUNDRAISING (CONTINUED)**

	2024				Total
	Restaurant Gala	Golf Event	Other Events	In Kind Services	
Gross Receipts	\$ 400,047.08	\$ 73,369.84	\$ 45,889.82	\$ 346,097.85	\$ 865,404.59
Direct Benefit to Donors:					
Room Rental and Setup	63,180.00				63,180.00
Fees		9,246.00			9,246.00
Catering and Meals	20,400.00	4,125.00	6,844.85		31,369.85
Wine and Liquor	25,015.22	151.44			25,166.66
Entertainment	8,980.00		1,610.00		10,590.00
Plates	1,392.00				1,392.00
Decor	1,600.00	212.00			1,812.00
Gifts and Souvenirs	4,164.00	4,526.24	3,740.44		12,430.68
Total Direct Benefit to Donors	124,731.22	18,260.68	12,195.29	-	155,187.19
Gross Receipt less Direct Benefit to Donors	275,315.86	55,109.16	33,694.53	346,097.85	710,217.40
Expenses:					
Raffle Prizes	12,588.40	3,917.84			16,506.24
Licenses and Fees	50.00	100.00	100.00		250.00
Supplies	417.54	1,771.92			2,189.46
Donated Services				346,097.85	346,097.85
Advertising	19,650.00		730.00		20,380.00
Postage and Printing	6,112.52	344.66	468.80		6,925.98
Travel	125.00		168.00		293.00
Miscellaneous	417.26	462.50	362.50		1,242.26
Total Expenses	39,360.72	6,596.92	1,829.30	346,097.85	393,884.79
Net Proceeds	\$ 235,955.14	\$ 48,512.24	\$ 31,865.23	\$ -	316,332.61
Net Proceeds for General Use					(45,985.63)
Net Proceeds for Scholarships					\$ 270,346.98

**Note K – DIRECT SUPPORT TO COLLEGE**

The Foundation provided direct support to the College during the fiscal years ended June 30, 2025 and 2024, respectively, for the following:

	2025	2024
Baseball Field/Scoreboard	\$ 100,000.00	\$ -
E.B. Trust	165,000.00	-
NJ Civic Information Consortium	32,888.40	-
Athletics Van	40,000.00	-
Other Enhancements	66,207.18	79,254.27
Various Projects / Enhancements	\$ 404,095.58	\$ 79,254.27

**NOTE 24: SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and February 17, 2026, the date that the financial statements were issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the college that would require disclosure.

**REQUIRED SUPPLEMENTARY INFORMATION**

**PART II**

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## ATLANTIC CAPE COMMUNITY COLLEGE

Required Supplementary Information - Part II  
 Schedule of the College's Proportionate Share of the Net Pension Liability  
 Public Employees' Retirement System (PERS)  
 Last Ten Plan Years

	Plan Measurement Date Ending June 30,				
	2024	2023	2022	2021	2020
College's Proportion of the Net Pension Liability	0.1050327404%	0.1066814755%	0.1043760410%	0.1098494729%	0.1087503520%
College's Proportionate Share of the Net Pension Liability	\$ 14,271,897	\$ 15,452,144	\$ 15,751,781	\$ 13,013,317	\$ 17,734,338
College's Covered Payroll (Plan Measurement Period)	\$ 8,046,440	\$ 8,344,830	\$ 7,992,311	\$ 7,833,710	\$ 7,940,004
College's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	177.37%	185.17%	197.09%	166.12%	223.35%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.22%	65.23%	62.91%	70.33%	58.32%
	Plan Measurement Date Ending June 30,				
	2019	2018	2017	2016	2015
College's Proportion of the Net Pension Liability	0.1146218535%	0.1340898712%	0.1417440239%	0.1457388356%	0.1465382569%
College's Proportionate Share of the Net Pension Liability	\$ 20,653,119	\$ 26,401,627	\$ 32,995,743	\$ 43,163,663	\$ 32,894,902
College's Covered Payroll (Plan Measurement Period)	\$ 8,249,076	\$ 9,341,500	\$ 10,017,260	\$ 10,150,520	\$ 10,353,340
College's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	250.37%	282.63%	329.39%	425.24%	317.72%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.67%	53.60%	48.10%	40.14%	47.93%

**ATLANTIC CAPE COMMUNITY COLLEGE**  
 Required Supplementary Information - Part II  
 Schedule of the College's Contributions  
 Public Employees' Retirement System (PERS)  
 Last Ten Fiscal Years

	Fiscal Year Ended June 30,				
	2025	2024	2023	2022	2021
Contractually Required Contribution	\$ 1,373,597	\$ 1,429,217	\$ 1,425,829	\$ 1,316,232	\$ 1,286,465
Contributions in Relation to the Contractually Required Contribution	(1,373,597)	(1,429,217)	(1,425,829)	(1,316,232)	(1,286,465)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
College's Covered Payroll (Fiscal Year)	\$ 8,046,440	\$ 8,344,830	\$ 7,992,311	\$ 7,833,710	\$ 7,582,701
Contributions as a Percentage of College's Covered Payroll	17.07%	17.13%	17.84%	16.80%	16.97%
	Fiscal Year Ended June 30,				
	2020	2019	2018	2017	2016
Contractually Required Contribution	\$ 1,189,675	\$ 1,114,937	\$ 1,333,761	\$ 1,313,107	\$ 1,294,723
Contributions in Relation to the Contractually Required Contribution	(1,189,675)	(1,114,937)	(1,333,761)	(1,313,107)	(1,294,723)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
College's Covered Payroll (Fiscal Year)	\$ 8,033,450	\$ 7,948,478	\$ 8,470,547	\$ 9,536,327	\$ 9,843,180
Contributions as a Percentage of College's Covered Payroll	14.81%	14.03%	15.75%	13.77%	13.15%

**ATLANTIC CAPE COMMUNITY COLLEGE**  
 Required Supplementary Information - Part II  
 Notes to Required Supplementary Information  
 Public Employees' Retirement System (PERS)  
 Last Ten Fiscal Years

**Public Employees' Retirement System (PERS)**

Changes in Benefit Terms

The June 30, 2024 measurement date included the following changes to the plan provisions:

NONE

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2019	6.28%
2023	7.00%	2018	5.66%
2022	7.00%	2017	5.00%
2021	7.00%	2016	3.98%
2020	7.00%	2015	4.90%

The long-term expected rate of return used as of June 30 measurement date was as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2019	7.00%
2023	7.00%	2018	7.00%
2022	7.00%	2017	7.00%
2021	7.00%	2016	7.65%
2020	7.00%	2015	7.90%

The mortality assumption was updated upon direction from the DPB.

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# REQUIRED SUPPLEMENTARY INFORMATION

## PART III

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**ATLANTIC CAPE COMMUNITY COLLEGE**  
 Required Supplementary Information - Part III  
 Schedule of the College's Total OPEB Liability and Related Ratios  
 Last Six Plan Years

	<u>Plan Measurement Date Ending June 30,</u>			
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<b>Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the College</b>				
Changes for the Year:				
Service Cost	\$ 2,368,866	\$ 2,432,824	\$ 3,231,558	\$ 3,254,549
Interest Cost	2,496,792	2,238,908	1,661,902	1,936,627
Change in Benefit Terms				(79,461)
Difference Between Expected and Actual Experience	3,579,593	(2,251,223)	1,578,365	(14,981,874)
Changes in Assumptions	5,674,565	128,134	(16,822,699)	73,653
Member Contributions	65,292	57,375	52,810	49,510
Gross Benefit Payments	<u>(1,906,840)</u>	<u>(1,745,265)</u>	<u>(1,646,163)</u>	<u>(1,525,519)</u>
Net Change in Total Non-Employer OPEB Liability	12,278,268	860,753	(11,944,227)	(11,272,515)
Total Non-Employer OPEB Liability - Beginning of Fiscal Year	<u>63,571,418</u>	<u>62,710,665</u>	<u>74,654,892</u>	<u>85,927,407</u>
Total Non-Employer OPEB Liability - End of Fiscal Year	<u>75,849,686</u>	<u>63,571,418</u>	<u>62,710,665</u>	<u>74,654,892</u>
College's Covered Payroll (Plan Measurement Period)	<u>25,294,299</u>	<u>25,027,192</u>	<u>25,202,752</u>	<u>23,231,794</u>
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the College as a Percentage of Covered Payroll	299.87%	254.01%	248.82%	321.35%

	<u>Plan Measurement Date Ending June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the College</b>				
Changes for the Year:				
Service Cost	\$ 2,177,721	\$ 2,200,001	\$ 2,620,896	\$ 3,137,386
Interest Cost	1,899,123	2,361,281	2,397,930	2,061,623
Change in Benefit Terms				
Difference Between Expected and Actual Experience	14,803,179	(10,567,721)	(2,170,570)	-
Changes in Assumptions	15,695,984	787,282	(6,838,705)	(8,544,924)
Member Contributions	45,342	48,047	55,075	55,542
Gross Benefit Payments	<u>(1,495,925)</u>	<u>(1,620,864)</u>	<u>(1,593,521)</u>	<u>(1,508,384)</u>
Net Change in Total Non-Employer OPEB Liability	33,125,424	(6,791,974)	(5,528,895)	(4,798,757)
Total Non-Employer OPEB Liability - Beginning of Fiscal Year	<u>52,801,983</u>	<u>59,593,957</u>	<u>65,122,852</u>	<u>69,921,609</u>
Total Non-Employer OPEB Liability - End of Fiscal Year	<u>85,927,407</u>	<u>52,801,983</u>	<u>59,593,957</u>	<u>\$ 65,122,852</u>
College's Covered Payroll (Plan Measurement Period)	<u>15,054,588</u>	<u>14,626,553</u>	<u>15,520,110</u>	<u>\$ 16,759,740</u>
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the College as a Percentage of Covered Payroll	570.77%	361.00%	383.98%	388.57%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**ATLANTIC CAPE COMMUNITY COLLEGE**  
 Required Supplementary Information - Part III  
 Notes to Required Supplementary Information  
 For the Fiscal Year Ended June 30, 2025

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**OPEB**Changes in Benefit Terms

NONE

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>
2023	3.93%
2023	3.65%
2022	3.54%
2021	2.16%
2020	2.21%
2019	3.50%
2018	3.87%
2017	3.58%

The mortality assumption was updated upon direction from the DPB.

**Mortality Rates (June 30, 2024 Measurement Date)** - Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2021 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

ATLANTIC CAPE COMMUNITY COLLEGE

June 30, 2025

Supplemental Financial Information

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**ATLANTIC CAPE COMMUNITY COLLEGE  
SUPPLEMENTAL FINANCIAL INFORMATION  
BALANCE SHEETS  
JUNE 30, 2025 and 2024**

	2025	2024	2025	2024
<b>ASSETS</b>		<b>LIABILITIES AND FUND BALANCES</b>		
<b>Current funds:</b>				
Unrestricted:				
Cash and cash equivalents	\$ 13,207,519	\$ 16,931,279	\$ 4,494,992	\$ 4,625,600
Security deposit	3,775	2,742	1,981,220	1,731,757
Restricted cash	3,481,036	3,945,772	1,940,632	2,151,292
Accounts receivable:			71,086	62,741
Students, less allowance for uncollectible accounts of \$1,105,074 and \$1,230,785 respectively	1,061,976	1,049,353		
Federal, state, county and local	255,897	189,039		
Other	101,053	37,401		
Inventories, at cost	105,856	92,093	1,600,013	2,944,659
Prepaid expenses	1,478,779	744,633		
Total unrestricted	19,695,891	22,992,312	19,695,891	22,992,312
Restricted:				
Accounts receivable			1,958,651	1,848,817
Federal, state, county and local	2,873,610	2,003,068	1,216,773	1,824,553
Other assets	39,300	81,594		
Prepaid expenses	21,804	21,613	3,175,424	3,673,370
Interfund balances	586,202	1,892,848	345,492	325,753
Total restricted	3,520,916	3,999,123	3,520,916	3,999,123
Total current funds	\$ 23,216,807	\$ 26,991,435	\$ 23,216,807	\$ 26,991,435

(CONTINUED)

ATLANTIC CAPE COMMUNITY COLLEGE  
 SUPPLEMENTAL FINANCIAL INFORMATION  
 BALANCE SHEETS  
 JUNE 30, 2025 and 2024

	2025	2024	2025	2024
<b>ASSETS</b>				
<b>Endowment fund:</b>				
Cash	-	-		
Interfund balances	877,783	880,903		
Total endowment fund	\$ 877,783	\$ 880,903		
<b>Plant funds:</b>				
Unexpended:				
Cash	-	-		
Accounts receivable				
Federal, state, county and local	520,110	559,919		
Interfund balances	136,028	170,908		
Total unexpended plant funds	656,138	730,827		
Investment in plant:				
Land	2,370,097	2,370,097		
Construction in progress	945,025	2,523,023		
Land improvements	2,784,554	1,154,651		
Infrastructure	1,057,789	1,064,950		
Buildings and improvements	60,252,989	63,766,932		
Other improvements	2,496	2,880		
Furniture and equipment	4,908,216	5,796,039		
Other assets	566,623	550,012		
Total investment in plant	72,887,789	77,228,584		
Total plant funds	\$ 73,543,927	\$ 77,959,411		
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Endowment fund:</b>				
Fund balance - true endowment			\$ 877,783	\$ 880,903
Total endowment fund			\$ 877,783	\$ 880,903
<b>Plant funds:</b>				
Unexpended:				
Accounts payable			\$ 182,409	\$ 366,020
Fund balances:				
Restricted expendable			473,729	364,807
Total unexpended plant funds			473,729	364,807
Investment in plant:			656,138	730,827
Fund balance			72,887,789	77,228,584
Total investment in plant			72,887,789	77,228,584
Total plant funds			\$ 73,543,927	\$ 77,959,411

**ATLANTIC CAPE COMMUNITY COLLEGE  
SUPPLEMENTAL FINANCIAL INFORMATION  
STATEMENT OF CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	Current Funds		Endowment Fund	Plant Funds	
	Unrestricted	Restricted		Unexpended	Investment in Plant
Revenues and other additions:					
Educational and general revenues	\$ 39,261,647			\$ 260,279	
Sales and services auxiliary enterprises	157,870				
Federal, state and county grants and contracts - restricted	\$ 22,686,606		\$ 5,351		
Private gifts, grants and contracts - restricted		978,061			
Chargeback minor capital				360	
State pension contribution	613,630				
Insurance proceeds				307,770	
Investment and other income	694,315	39,828			
Restricted appropriations				1,105,475	
Funds for plant facilities					\$ 792,825
Capital funded by operations					2,763,066
Total revenues and other additions	<u>40,727,462</u>	<u>23,704,495</u>	<u>5,351</u>	<u>1,673,884</u>	<u>3,555,891</u>
Expenditures and other deductions:					
Educational and general expenditures	41,947,626	23,505,183			
Auxiliary enterprises expenditures	102,802		9,000		
Return of endowed funds					6,134,409
Depreciation and amortization expense				3,101,682	
Expansion of plant facilities	545,349	245,012			159,589
Disposal of plant assets					6,293,998
Total expenditures and other deductions	<u>42,595,777</u>	<u>23,750,195</u>	<u>9,000</u>	<u>3,101,682</u>	<u>159,589</u>
Transfers among funds:					
Non-mandatory:					
Endowment fund		(529)	529		
Other transfers:					
Interfund transfers				24,690	(24,690)
Construction in progress		65,968		1,512,030	(1,577,998)
Net transfers		65,439	529	1,536,720	(1,602,688)
Net increase (decrease)	(1,868,315)	19,739	(3,120)	108,922	(4,340,795)
Fund balance, beginning of year	\$ 11,476,263	\$ 325,753	\$ 880,903	\$ 364,807	\$ 77,228,584
Fund balance, end of year	<u>\$ 9,607,948</u>	<u>\$ 345,492</u>	<u>\$ 877,783</u>	<u>\$ 473,729</u>	<u>\$ 72,887,789</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
SUPPLEMENTAL FINANCIAL INFORMATION  
STATEMENT OF CURRENT FUND REVENUES, EXPENDITURES  
AND OTHER CHANGES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
Revenues:			
Tuition and fees	\$ 23,423,649		\$ 23,423,649
Appropriations:			
State	7,444,655		7,444,655
Local	8,621,346		8,621,346
Chargebacks	34,956		34,956
Grants and contracts:			
Federal, state and local	57,948	\$ 22,487,294	22,545,242
Private gifts, grants and contracts		978,061	978,061
Sales and services of educational departments	39,511		39,511
Sales and services auxiliary enterprises	157,870		157,870
Other sources	<u>1,139,205</u>	<u>39,828</u>	<u>1,179,033</u>
Total current revenues	<u>40,919,140</u>	<u>23,505,183</u>	<u>64,424,323</u>
Expenditures:			
Educational and general:			
Instruction	13,562,351	897,602	14,459,953
Public service	23,437	1,944,266	1,967,703
Academic support	5,167,222	863,901	6,031,123
Student services	5,796,949	1,178,184	6,975,133
Institutional support	9,626,489	50,030	9,676,519
Operation and maintenance of plant	7,771,178	29,478	7,800,656
Scholarship and other student aid	<u>191,678</u>	<u>18,541,722</u>	<u>18,733,400</u>
Total education and general expenditures	42,139,304	23,505,183	65,644,487
Auxiliary enterprises	<u>102,802</u>		<u>102,802</u>
Total expenditures	<u>42,242,106</u>	<u>23,505,183</u>	<u>65,747,289</u>
Transfers among funds and other additions:			
Non-mandatory:			
Plant fund			
Endowment fund		(529)	(529)
Restricted fund			
Expansion of plant facilities	(545,349)	(179,044)	(724,393)
Other			
Excess of restricted revenues over expenditures and transfers		199,312	199,312
Net transfers	<u>(545,349)</u>	<u>19,739</u>	<u>(525,610)</u>
Net increase in fund balances	<u>\$ (1,868,315)</u>	<u>\$ 19,739</u>	<u>\$ (1,848,576)</u>

**ATLANTIC CAPE COMMUNITY COLLEGE  
SUPPLEMENTAL FINANCIAL INFORMATION  
BUDGET COMPARISON TO ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<b>Original Budget</b>	<b>Adjusted Revised Budget</b>	<b>Actual Activity</b>	<b>Variance from Original Budget</b>
<b><u>Current Unrestricted Income</u></b>				
General Education:				
Credit Tuition	\$ 15,704,395	\$ 15,092,046	\$ 15,006,774	\$ (697,621)
Continuing Education	1,500,000	1,309,335	1,255,315	(244,685)
Student Fees	6,874,435	6,884,273	6,969,882	95,447
Government Appropriations:				
Atlantic County	6,904,126	6,904,126	6,904,126	-
Cape May County	1,717,220	1,717,220	1,717,220	-
State of New Jersey	7,137,460	6,831,025	6,831,025	(306,435)
Chargeback	57,116	39,990	34,956	(22,160)
Other Source (includes Investment Income, Bookstore and Vending Commissions, Rents, Conferencing)	1,192,000	1,192,000	1,236,664	44,664
<b>Total Education and General Income</b>	41,086,752	39,970,015	39,955,962	(1,130,790)
ABP Reimbursement	535,000	536,946	613,630	78,630
<b>Adjusted Education and General Income</b>	41,621,752	40,506,961	40,569,592	(1,052,160)
<b><u>Current Unrestricted Expenses</u></b>				
Instructional	13,550,552	13,590,966	13,584,225	33,673
Public Service	33,500	23,489	23,437	(10,063)
Academic Support	5,565,326	5,169,710	5,167,222	(398,104)
Student Services	5,866,804	5,701,819	5,691,710	(175,094)
Institutional Support	9,606,186	9,818,165	9,634,333	28,147
Plant Operations and Maintenance	7,738,957	7,590,128	7,582,662	(156,295)
<b>Total Education and General Expenditures</b>	42,361,325	41,894,277	41,683,589	(677,736)
<b>Education and General Operating Margin</b>	\$ (739,573)	\$ (1,387,316)	(1,113,997)	\$ (374,424)
<b>**</b>				
Auxiliary Enterprises			55,068	
<b>Adjusted Operating Margin</b>			\$ (1,058,929)	

\*\*Note: Mandatory and non-mandatory transfers requiring use of funds from the current unrestricted fund balance are recorded as additions or deductions from the current year operations in the above schedule.

**ATLANTIC CAPE COMMUNITY COLLEGE  
SUPPLEMENTAL FINANCIAL INFORMATION  
SALARY EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Current unrestricted fund:	
Educational and general:	
Instruction	\$9,470,323
Public service	-
Academic support	2,956,634
Student services	3,497,830
Institutional support	4,898,525
Operations and maintenance of plant	<u>2,577,229</u>
Total educational and general expenditures	23,400,541
Auxiliary enterprises	<u>-</u>
Total unrestricted salary expenditures	23,400,541
Restricted funds salary expenditures	2,183,912
Capital projects salary expenditures	-
Subtotal	<u>25,584,453</u>
Federal college work study program included in Restricted funds salary expenditures	(287,661)
Total salary expenditures	<u><u>\$25,296,792</u></u>

\* This schedule presents wages only. Fringe benefits are not included.

# SINGLE AUDIT SECTION

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# FORD - SCOTT

& ASSOCIATES, L.L.C.

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## **REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Board of Trustees  
Atlantic Cape Community College  
(a component unit of the County of Atlantic)  
Mays Landing, New Jersey

### **Report on Compliance for Each Major Federal & State Program**

#### **Opinion on Each Major Federal & State Program**

We have audited the Atlantic Cape Community College (a component unit of the County of Atlantic)'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the College's major federal and state programs for the year ended June 30, 2025. The College's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2025.

#### **Basis for Opinion on Each Major Federal & State Program**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and NJ OMB 15-08. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the College's compliance with the requirements referred to above.

#### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to its Federal and State programs.

#### **Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and NJ OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a

substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the College's compliance with the requirements of each major federal or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding College's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of College's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

#### **Other Matters**

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

#### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and NJ OMB 15-08. Accordingly, this report is not suitable for any other purpose.

*Ford, Scott & Associates, L.L.C.*  
**FORD, SCOTT & ASSOCIATES, L.L.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**February 17, 2026**

ATLANTIC CAPE COMMUNITY COLLEGE

June 30, 2025

The following single audit financial information is provided in accordance with the Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB Circular 15-08

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ATLANTIC CAPE COMMUNITY COLLEGE  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FAL NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	GRANT ID NUMBER	GRANT PERIOD	AWARD AUTHORIZATIONS	FY25 CASH RECEIVED	AMOUNT RECEIVED TO DATE	FY25 RETURN TO GRANTOR	FY25 GRANT EXPENDITURES	TRANSFER SUBRECIPIENTS	PASS-THROUGH TO GRANT	CUMULATIVE GRANT EXPENDITURES	DUE TO GRANTOR AT 6/30/2025	
												ACCOUNTS RECEIVABLE	DEFERRED REVENUE
<b>U.S. DEPARTMENT OF EDUCATION:</b>													
<b>(DIRECT FUNDING)</b>													
84.063	N/A	P069P241803	7/1/24-8/31/25	\$ 12,152,982	\$ 10,851,658	\$ 10,851,658	\$ (51,307)	\$ 12,152,982		\$	\$ 12,152,982	\$ 1,352,631	
84.063	N/A	P069Q241803	7/1/24-8/31/25	14,090	11,225	11,225		14,090			14,090	2,865	
84.063	N/A	P069P231803	7/1/23-8/31/24	10,606,157	1,139,540	10,607,310	(2,472)	122			10,606,157	1,319	
84.063	N/A	P063Q231803	7/1/23-8/31/24	13,430	2,780	13,385		45			13,430	45	
84.063	N/A	P063Q221803	7/1/22-8/31/23	13,825	85	13,825					13,825		
				12,005,286	21,497,403	(53,779)		12,167,239			22,800,484	1,356,860	
84.007	N/A	P007A242529	7/1/24-8/31/25	276,457	203,534	203,534		226,914	\$ 37,681		264,595	61,061	
84.007	N/A	P007A232529	7/1/23-8/31/24	225,149	88,772	225,149		12,885			225,149		
				292,306	428,683	292,306		37,979	37,681		489,744	61,061	
84.033	N/A	P033A242529	7/1/24-6/30/25	249,980	249,980	249,980		287,661	(37,681)		249,980		
				249,980	249,980	249,980		287,661	(37,681)		249,980		
84.268	N/A	P268K251803	7/1/24-8/31/25	888,566	846,796	846,796		888,566			888,566	41,770	
84.268	N/A	P268K251803	7/1/24-8/31/25	876,475	840,165	840,165		876,475			876,475	36,310	
84.268	N/A	P268K251803	7/1/24-8/31/25	195,255	195,255	195,255		195,255			195,255		
84.268	N/A	P268K241803	7/1/23-8/31/24	53,334	53,334	53,334		248			1,026,143		
84.268	N/A	P268K241803	7/1/23-8/31/24	1,024,244	81,537	1,024,244		6,731			1,024,244		
				2,017,087	3,932,603	1,967,275		4,011,663			4,011,663	78,080	
				14,564,661	26,108,669	(53,779)		14,661,974			27,550,901	1,496,001	
<b>Total Student Financial Aid Cluster</b>													
<b>TRIO Cluster:</b>													
84.042	N/A	P042A201430	9/1/24-8/30/25	361,922	290,686	290,686		329,642	(41,065)		288,577		2,109
84.042	N/A	P042A201430	9/1/23-8/30/24	361,922	49,204	361,922		50,038	(12,270)		361,922		
84.042	N/A	P042A201430	9/1/21-8/30/22	348,002	23,657	348,002		348,002	23,657		348,002		
84.042	N/A	P042A201430	9/1/20-8/30/21	348,002	29,678	348,002		348,002	29,678		348,002		
				393,225	1,348,612	379,680		0			1,348,603		2,109
<b>Omnibus Appropriations Act of 2022:</b>													
84.116Z	N/A	P116Z220115	9/1/22-9/9/2024	69,000	67,358	67,358		16,935			67,358		
				16,935	67,358	67,358		16,935			67,358		
<b>(PASS THROUGH NJ DEPARTMENT OF EDUCATION)</b>													
84.048A	100-034-5062-084	PSFS021101	7/1/24-6/30/25	664,285	573,477	573,477		648,781			648,781	75,304	
84.048A	100-034-5062-084	PSFS021101	7/1/24-6/30/25	65,208	65,208	65,208		65,329			65,329	121	
84.048A	100-034-5062-084	PSFS021101	7/1/23-6/30/24	672,007	44,975	655,485		655,485			655,485		
84.048A	100-034-5062-084	PSFS021101	7/1/23-6/30/24	64,707	11,829	63,336		714,110			1,432,941	75,425	
				895,489	1,357,516	1,357,516		1,432,941			1,432,941		
84.378A	N/A	N/A	7/1/24-8/20/25	31,244	2,150	2,150		14,706			14,706	12,556	
84.378A	N/A	N/A	7/1/23-8/20/24	40,370	31,485	38,401		9,730			38,401		
				33,635	40,551	40,551		24,436			53,107	12,556	
84.002	100-062-4545-384-N561	ABS-FY2025	7/1/24-6/30/25	970,424	555,311	555,311		782,807	\$ 249,819		782,807	227,496	
84.002	100-062-4545-384-N561	ABS-FY2024	7/1/23-6/30/24	744,601	117,223	646,792		646,792			646,792		
				672,534	1,202,103	1,202,103		782,807		249,819	1,429,599	227,496	
				16,376,479	30,124,809	(53,779)		16,579,942		249,819	31,880,399	1,811,478	2,109
<b>Total U.S. Department of Education</b>													
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY:</b>													
<b>(PASS THROUGH ROWAN UNIVERSITY)</b>													
66.951	96235123	50129-1	4/3/23-4/2/26	5,000				243			243	243	
				5,000				243			243	243	
								243			243	243	
<b>Total U.S. Environmental Protection Agency</b>													

(CONTINUED)

**ATLANTIC CAPE COMMUNITY COLLEGE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	FAL NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	GRANT ID NUMBER	GRANT PERIOD	AWARD AUTHORIZATIONS	FY25 CASH RECEIVED	AMOUNT RECEIVED TO DATE	FY25 RETURN TO GRANTOR	FY25 GRANT EXPENDITURES	TRANSFER THROUGH TO SUBRECIPIENTS	CUMULATIVE GRANT EXPENDITURES	BALANCE JUNE 30, 2025		
												ACCOUNTS RECEIVABLE	DEFERRED REVENUE	
<b>U.S. DEPARTMENT OF TREASURY:</b> Coronavirus State and Local Fiscal Recovery Funds (CSLFRF): (PASS THROUGH NJ OFFICE OF THE SECRETARY OF HIGHER EDUCATION)														
Mental Health in Higher Education: Professional Development Grant	21.027	100-084-6140	N/A	7/1/23-12/31/26	22,215 \$	22,215 \$	22,215 \$	9,367 \$	22,583		12,962 \$	9,253 \$		
Mental Health in Higher Education: Community Provider Partnership	21.027	100-084-6140	N/A	7/1/23-12/31/26	202,713	202,713	202,713	22,583	91,163		91,163	111,550		
						224,928	224,928	31,950			104,125	120,803		
(PASS THROUGH NJ DEPARTMENT OF COMMUNITY AFFAIRS) Neighborhood Revitalization Tax Credit (NRTC) Program	21.027	2023-100-022-4020-307-FNRT-6130		3/1/23-12/31/25	373,390 \$	220,108	220,108	294,429	372,390 \$	152,282	372,390	152,282		
						220,108	220,108	294,429	372,390		372,390	152,282		
Total U.S. Department of Treasury (CSLFRF)						445,036	445,036	326,379	476,768		476,768	152,525	120,803	
<b>U.S. DEPARTMENT OF LABOR:</b> (PASS THROUGH BERGEN COMMUNITY COLLEGE) Scaling Apprenticeships in Health Professions (NJ HealthWorks)	17.268	N/A	N/A	7/15/19-7/14/23	531,840	19,580	523,398	523,398			523,398			
(U.S. ECONOMIC DEVELOPMENT ADMINISTRATION, PASS THROUGH ATLANTIC COUNTY ECONOMIC ALLIANCE) ACEA Veteran Drone Pilot Apprenticeship Program	17.289	N/A	24A68CP000237-01-00	2/1/24-1/31/25	124,365	124,365	124,365	102,934	102,934		124,365		719,670	
						124,365	124,365	102,934	102,934		124,365		719,670	
Total U.S. Department of Labor						143,945	647,763	102,934	647,763		647,763			
<b>U.S. SMALL BUSINESS ADMINISTRATION:</b> Congress Earmarks Initiative	59.059	N/A	SBAHQ23IO118	9/1/23-8/31/28	1,000,000	1,000,000	1,000,000	188,161	188,161		280,330			
Congress Earmarks Initiative	59.059	N/A	SBAHQ22IO110	9/1/22-10/31/23	212,000	212,000	212,000	(48,275)	163,725		163,725			
Total U.S. Small Business Administration						1,212,000	1,212,000	(48,275)	188,161		444,055			
<b>U.S. DEPARTMENT OF COMMERCE:</b> (U.S. ECONOMIC DEVELOPMENT ADMINISTRATION, PASS THROUGH ATLANTIC COUNTY ECONOMIC ALLIANCE) USEDA Prime Grant for Aviation-Related Statewide Planning	11.302	N/A	ED22PHI3070003	4/1/22-12/31/23	20,000	2,939	20,000	20,000			20,000			
Total U.S. Department of Commerce						2,939	20,000	20,000			20,000			
<b>NATIONAL SCIENCE FOUNDATION:</b> Preparing Small Uncrewed Aircraft Systems Data Technicians	47.076	N/A	2400656	8/1/24-7/31/27	551,818	100,767	100,767	107,205	107,205	6,438	107,205	6,438		
(PASS THROUGH SINCLAIR COMMUNITY COLLEGE) Educating Entrepreneurial Technicians for Unmanned Aerial Systems	47.076	2300117	2300117-1	10/1/23-9/30/26	31,384	8,735	8,735	7,863	7,863		10,105	1,370		
						8,735	8,735	7,863	7,863		10,105	1,370		
Total National Science Foundation						109,502	109,502	115,068	117,310		117,310	7,808		
Total Federal Awards						16,852,973 \$	32,559,110 \$	(102,054) \$	17,312,727 \$	- \$	249,819 \$	33,686,528 \$	1,972,054 \$	842,582 \$

The accompanying Notes to the Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

**ATLANTIC CAPE COMMUNITY COLLEGE  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

GRANT ID NUMBER	GRANT PERIOD	AWARD AUTHORIZATIONS	FY25 CASH RECEIVED	AMOUNT RECEIVED TO DATE	FY25 RETURN TO GRANTOR	FY25 GRANT EXPENDITURES	PASS-THROUGH TO SUBRECIPIENTS	CUMULATIVE GRANT EXPENDITURES	ACCOUNTS RECEIVABLE	DEFERRED REVENUE	BALANCE JUNE 30, 2025	DUE TO GRANTOR AT 6/30/2025
											\$	
<b>STUDENT FINANCIAL AID CLUSTER - NEW JERSEY COMMISSION ON HIGHER EDUCATION:</b>												
100-074-2401-001	7/1/24-6/30/25	Educational Opportunity Fund (EOF) Article III	354,099	354,099		352,070		352,070			\$	2,029
100-074-2401-001	7/1/23-6/30/24	Educational Opportunity Fund (EOF) Article III	2,400	268,032		288,032		288,032				
100-074-2401-001	7/1/24-6/30/25	Educational Opportunity Fund (EOF) Article III - Summer	71,927	71,927	(1,028)	70,899		70,899				
<b>NEW JERSEY HIGHER EDUCATION STUDENT ASSISTANCE AUTHORITY:</b>												
100-074-2405-007	7/1/24-8/31/25	Tuition Aid Grant (TAG)	2,274,360	2,274,360	(44,409)	2,256,232		2,256,232	\$ 98,788			73,507
100-074-2405-007	7/1/23-8/31/24	Tuition Aid Grant (TAG)	141,693	2,081,770	(66,769)	2,115,001	(276)	2,015,001				
100-074-2405-313	7/1/24-6/30/25	NJ Stars Program	314,292	314,292		314,031		314,031				261
100-074-2405-308	7/1/24-6/30/25	NJ BEST	6,000	12,000	(6,000)	6,000		6,000				
100-074-2405-331	7/1/24-6/30/25	NJ GIVS	1,353	1,353		1,353		1,353				
100-074-2405-332	7/1/24-6/30/25	Community College Opportunity Grant	1,486,537	1,519,883	(45,959)	1,466,537		1,466,537				33,346
100-074-2405-332	7/1/23-6/30/24	Community College Opportunity Grant	2,070,020	2,115,979		2,070,020		2,070,020				
100-074-2405-332	7/1/24-6/30/25	New Jersey Class Loans	188,270	188,270		188,270		188,270				109,143
		Total Student Financial Aid	4,880,277	9,201,965	(164,165)	4,675,116		9,028,445	98,788			
<b>NEW JERSEY OFFICE OF THE SECRETARY OF HIGHER EDUCATION:</b>												
100-074-2401-002	7/1/24-6/30/25	Educational Opportunity Fund (EOF) Article IV	260,786	260,786		254,777		254,777				6,009
100-074-2401-002	7/1/23-6/30/24	Educational Opportunity Fund (EOF) Article IV	260,786	260,786	(18,076)	242,710		242,710				
100-074-2401-002	7/1/25-6/30/26	Educational Opportunity Fund (EOF) Article IV - Summer	775	775		800		800		\$ 775		
100-074-2401-002	7/1/24-6/30/25	Educational Opportunity Fund (EOF) Article IV - Summer	1,436	1,436	(636)	800		800				7,716
100-074-2401-002	7/1/23-6/30/24	Educational Opportunity Fund (EOF) Special Projects	131,785	131,785		124,069		124,069				
100-074-2401-002	7/1/24-6/30/25	Educational Opportunity Fund (EOF) Retention Initiative	44,100	44,100		44,100		44,100				
100-074-6140	6/25/21-1/31/25	NJ Offshore Wind Safety Training Challenge	10,802	3,000,000		2,860,161		2,860,161		139,839		
100-074-2400-061	7/1/24-11/21/25	Community College Opportunity Planning Grant	25,444	25,444		241,824		241,824		13,620		
100-074-2400-061	5/1/25-11/21/25	Community College Opportunity Student Success Initiative	18,846	18,846		8,361		8,361		10,485		
100-082-6140	9/1/24-6/30/25	Some College No Degree	75,000	75,000		75,000		75,000				
100-082-6140	100-082-6140	Some College No Degree	100,000	100,000	(15,720)	84,280		84,280				
100-078-6140	7/1/24-8/15/25	Center for Adult Transition	202,570	202,570		181,380		181,380		21,190		
100-078-6140	7/1/23-8/30/24	Center for Adult Transition - FY24	230,400	230,400	(41,560)	188,840		188,840				
100-078-6140	5/15/23-8/30/24	Center for Adult Transition - FY23	269,621	269,621	(2,651)	135,723		266,970				
100-064-6140	7/1/24-6/30/25	Hunger Free Campus	37,500	37,500		37,500		37,500				
			415,037	4,889,049	(78,643)	1,186,089		4,610,772	185,909			13,725
<b>NEW JERSEY DEPARTMENT OF TREASURY HIGHER EDUCATION ADMINISTRATION:</b>												
100-082-2155-015	7/1/24-6/30/25	Operational Costs - County Colleges	6,831,025	6,831,025		6,831,025		6,831,025				
100-082-2155-017	7/1/24-6/30/25	Employer Contributions - Alternate Benefits Program	360,028	360,028		613,630		613,630		253,602		
100-082-2155-017	7/1/23-6/30/24	Employer Contributions - Alternate Benefits Program	174,508	529,906		529,906		529,906				
100-082-2155-016	7/1/24-6/30/25	P.L. 1971, Chapter 12 Debt Service	278,139	278,139		532,964		532,964		254,825		
100-082-2155-016	7/1/23-6/30/24	P.L. 1971, Chapter 12 Debt Service	109,067	1,593,471		1,593,471		1,593,471				
			7,752,767	9,592,569		7,977,619		10,100,986	508,427			
<b>NEW JERSEY DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b> (PASS THROUGH ATLANTIC COUNTY WORKFORCE DEVELOPMENT BOARD)												
N/A	7/1/23-6/30/24	WFNJ/Oceanside Literacy	1,381	4,823		4,823		4,823				
N/A	7/1/24-6/30/25	Supplemental Learning Lab	46,155	46,155		78,030		78,030		31,875		
N/A	7/1/23-6/30/24	Supplemental Learning Lab	16,147	72,391		72,391		72,391				
			63,683	123,369		78,030		155,244	31,875			

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**ATLANTIC CAPE COMMUNITY COLLEGE  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

GRANT ID NUMBER	GRANT PERIOD	AWARD AUTHORIZATIONS	FY25 CASH RECEIVED	AMOUNT RECEIVED TO DATE	FY25 RETURN TO GRANTOR	FY25 GRANT EXPENDITURES	PASS-THROUGH TO SUBRECIPIENTS	CUMULATIVE GRANT EXPENDITURES	BALANCE JUNE 30, 2025	
									ACCOMPLISHED	DEFERRED
<b>NEW JERSEY DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT:</b>										
100-062-4545-384-N561	7/1/24-6/30/25	\$ 166,666	\$ 39,894	\$ 39,894	\$	\$ 116,787	\$ 80,000	\$ 116,787	\$ 76,883	
100-062-4545-384-N561	7/1/23-6/30/24	49,238	19,942	30,674		30,674	14,831	30,674		
LILA-ACCC-2023-01	6/15/23-9/25/24	750,000	91,550	183,795		54,139		183,795		
FME-ACCC-2025-01	12/1/24-11/30/2025	2,387,200	91,631	91,631		184,285		184,285	92,654	
			243,017	345,894		355,211	94,831	515,541	169,547	
<b>NEW JERSEY DEPARTMENT OF COMMUNITY AFFAIRS:</b>										
2024-100-022-8020-168-FNRT-6130	3/1/24-9/30/26	1,000,000	225,513	225,513		543,764		543,764	318,251	
2023-100-022-8020-168-FNRT-6130	3/1/23-12/31/25	192,570	144,109	192,570		192,570		192,570		
			369,622	418,083		543,764		736,334	318,251	
(PASS THROUGH ATLANTICARE)	11/1/24-	10,000	10,000	10,000					\$ 10,000	
Midtown Community Development Grant		10,000	10,000	10,000					10,000	
Total NJ Department of Community Affairs			379,622	428,083		543,764		736,334	318,251	10,000
<b>NEW JERSEY EDUCATIONAL FACILITIES AUTHORITY:</b>										
Higher Education Technology Infrastructure Fund	N/A	434,088	167,134	377,637		31,850		392,137	14,500	
			167,134	377,637		31,850		392,137	14,500	
<b>NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY:</b>										
New Jersey Asset Activation Planning Grant	5/9/24-1/9/25	50,000	22,000	47,000		34,503		43,316	3,684	
			22,000	47,000		34,503		43,316	3,684	
Total State Financial Assistance			\$ 13,923,537	\$ 25,005,666	\$ (242,808)	\$ 14,882,182	\$ 94,831	\$ 25,582,785	\$ 1,142,388	\$ 199,593

The accompanying Notes to the Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

**ATLANTIC CAPE COMMUNITY COLLEGE**  
Notes to Schedules of Expenditures of Federal Awards and State  
Financial Assistance For the Fiscal Year Ended June 30, 2025

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Note 1: **BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (“the schedules”) include federal and state award activity of Atlantic Cape Community College (hereafter referred to as the “College”). The College is defined in note 2 to the College’s basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the College, it is not intended to and does not present the financial position and changes in operations of the College. Accordingly, some amounts presented in the respective schedules may differ from amounts presented in, or used in the preparation of, the College’s June 30, 2025 financial statements.

Note 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the accrual basis of accounting as described in note 2 to the College’s basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3: **INDIRECT COST RATE**

The College has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

Note 4: **OTHER STUDENT LOAN PROGRAMS**

The College is responsible only for the performance of certain administrative duties with respect to Federal Direct Student Loans and New Jersey Class Loans; accordingly, these loans balances are not included in the College’s basic financial statements. It is not practical to determine the balance of loans outstanding to students of the College under these programs as of June 30, 2025.

Note 5: **MAJOR PROGRAMS**

Major programs are identified in the *Summary of Auditor’s Results* section of the *Schedule of Findings and Questioned Costs*.

**ATLANTIC CAPE COMMUNITY COLLEGE  
(a component unit of the County of Atlantic)  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2025**

**I. SUMMARY OF AUDITORS RESULTS**

**Financial Statements**

Type of auditor's report issued:	Unmodified Opinion
Internal control over financial reporting:	
1) Material weakness identified?	No
2) Significant deficiencies identified?	None reported
Noncompliance material to the Basic Financial Statements noted?	No

**Federal Awards**

Internal control over major programs:	
1) Material weakness identified?	No
2) Significant deficiencies identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified Opinion
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	No

Identification of major programs:

**Student Financial Aid Cluster**

84.063	Federal Pell Grant Program
84.007	Federal Supplemental Educational Opportunity Grants
84.033	Federal Work-Study Program
84.268	Federal Direct Loans – Subsidized/Unsubsidized/PLUS
84.002	Adult Education – Basic Grants to States
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**(a component unit of the County of Atlantic)**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDING JUNE 30, 2025**  
**(CONTINUED)**

**I. SUMMARY OF AUDITORS RESULTS - CONTINUED**

**State Awards**

Dollar threshold used to distinguish between type A and Type B Programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes
Type of auditor's report issued on compliance for major programs:	Unmodified Opinion
Internal Control over major programs:	
1) Material weakness identified?	No
2) Significant deficiencies identified?	None reported
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?	No

Identification of major programs:

<b><u>GMIS Numbers</u></b>	<b><u>Name of State Program</u></b>
100-082-2155-015	Operational Costs – County Colleges
100-082-2155-017	Employer Contributions – Alt. Benefit Program

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**(a component unit of the County of Atlantic)**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDING JUNE 30, 2025**  
**(CONTINUED)**

**II. FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS**

Our audit disclosed no material Findings or Questioned Costs

**III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS**

Federal:

Our audit disclosed no material Findings or Questioned Costs.

State:

Our audit disclosed no material Findings or Questioned Costs.

**ATLANTIC CAPE COMMUNITY COLLEGE  
(a component unit of the County of Atlantic)  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2025  
(CONTINUED)**

**STATUS OF PRIOR YEAR FINDINGS**

None

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**STATISTICAL SECTION**

**(UNAUDITED)**

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## Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the College's financial position has changed over time. Please refer to the following schedules for a historical view of the College's financial performance.

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ATLANTIC CAPE COMMUNITY COLLEGE  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	For the Year Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Investment in Capital Assets	\$ 72,887,789	\$ 77,228,584	\$ 79,117,280	\$ 78,477,674	\$ 74,568,714	\$ 71,200,805	\$ 72,886,720	\$ 75,814,158	\$ 75,289,360	\$ 70,698,513
Restricted - expendable	1,574,516	1,390,786	1,541,697	1,649,273	1,670,353	1,710,838	1,759,974	2,043,003	3,158,309	3,547,177
Restricted - nonexpendable	877,783	880,903	875,462	868,524	860,817	859,163	854,125	846,653	835,685	825,765
Unrestricted (Deficit)	(4,981,835)	(4,688,418)	(7,239,923)	(9,898,342)	(14,441,325)	(22,082,633)	(25,861,038)	(27,200,058)	(27,279,336)	(23,603,807)
<b>Total Net Position</b>	<b>\$ 70,358,253</b>	<b>\$ 74,811,855</b>	<b>\$ 74,294,516</b>	<b>\$ 71,097,129</b>	<b>\$ 62,658,559</b>	<b>\$ 51,688,173</b>	<b>\$ 49,639,781</b>	<b>\$ 51,503,756</b>	<b>\$ 52,004,018</b>	<b>\$ 51,467,648</b>

Source: Annual Comprehensive Financial Reports of the College

**ATLANTIC CAPE COMMUNITY COLLEGE**  
**CAPITAL ASSET INFORMATION**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

	For the Year Ended									
	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016
<b>Academic Space</b>										
Net assignable square feet	190,125	190,125	190,125	189,629	189,629	189,629	189,629	189,629	167,629	167,629
Mays Landing	116,375	116,375	116,375	115,879	115,879	115,879	115,879	115,879	93,879	93,879
Worthington Atlantic City	53,182	53,182	53,182	53,182	53,182	53,182	53,182	53,182	53,182	53,182
Cape May County	20,568	20,568	20,568	20,568	20,568	20,568	20,568	20,568	20,568	20,568
<b>Administrative and support buildings</b>										
Net assignable square feet	182,265	182,265	182,265	182,265	181,959	181,959	181,959	181,959	181,959	181,959
Mays Landing	135,152	135,152	135,152	135,152	134,846	134,846	134,846	134,846	134,846	134,846
Worthington Atlantic City	22,662	22,662	22,662	22,662	22,662	22,662	22,662	22,662	22,662	22,662
Cape May County	24,451	24,451	24,451	24,451	24,451	24,451	24,451	24,451	24,451	24,451
<b>Athletic facilities</b>										
Practice and intramural fields	3	2	2	2	2	2	2	2	2	2
Gymnasiums	1	1	1	1	1	1	1	1	1	1
<b>Transportation</b>										
Vehicles	13	12	12	10	10	12	12	12	12	12
Parking capacity	1,866	1,866	1,866	1,866	1,868	1,868	1,868	1,861	1,882	1,882
Mays Landing	1,296	1,296	1,296	1,296	1,298	1,298	1,298	1,298	1,308	1,308
Worthington Atlantic City	252	252	252	252	252	252	252	245	256	256
Cape May County	318	318	318	318	318	318	318	318	318	318

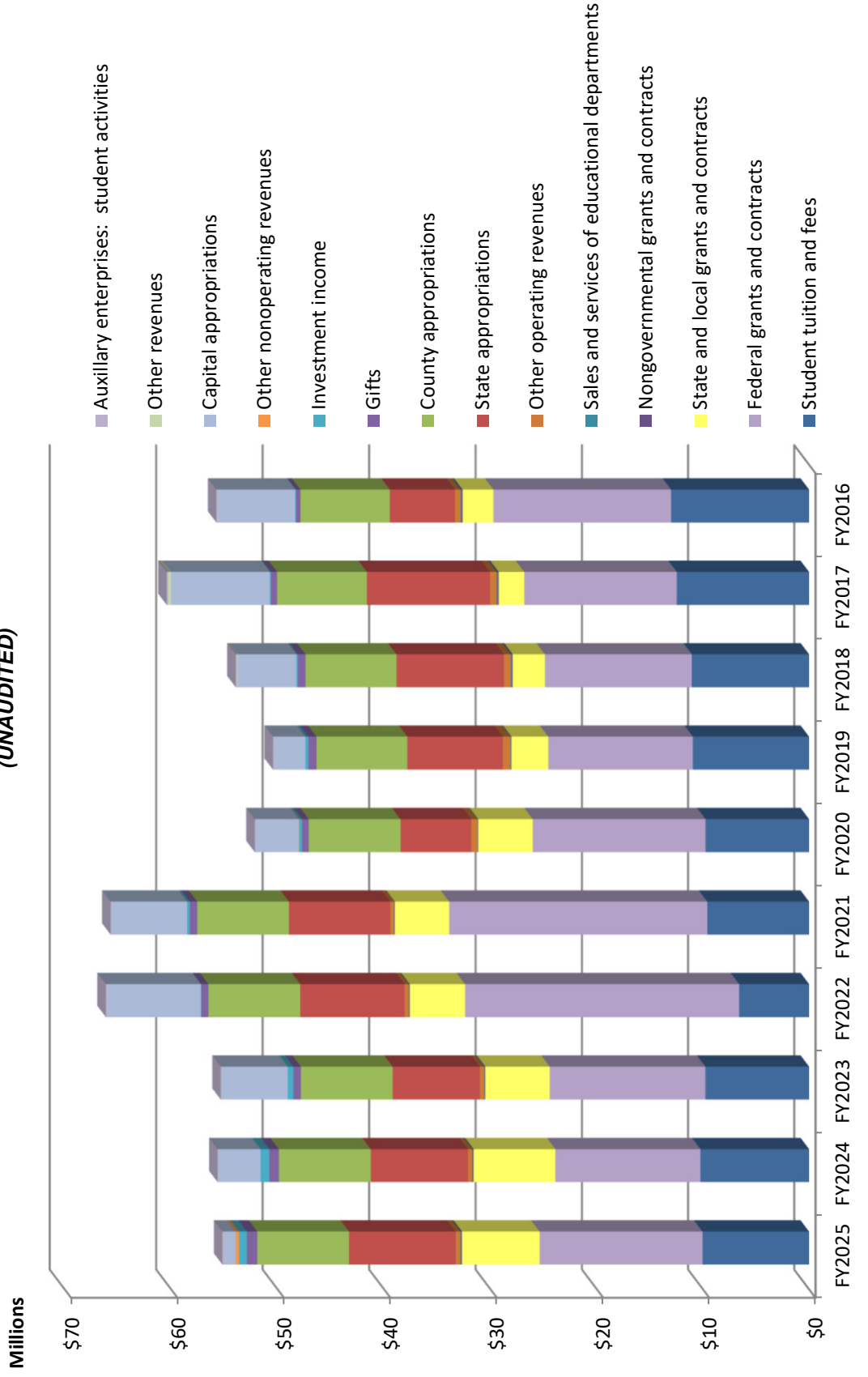
Source: College records

## Revenue Capacity Information

Revenue capacity information is intended to assist the user in understanding and assessing the factors affecting the College's ability to generate revenues. Please refer to the following schedules for a historical view of student credit hour enrollments which are the College's most significant revenue source.

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**ATLANTIC CAPE COMMUNITY COLLEGE  
REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**



ATLANTIC CAPE COMMUNITY COLLEGE  
REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)

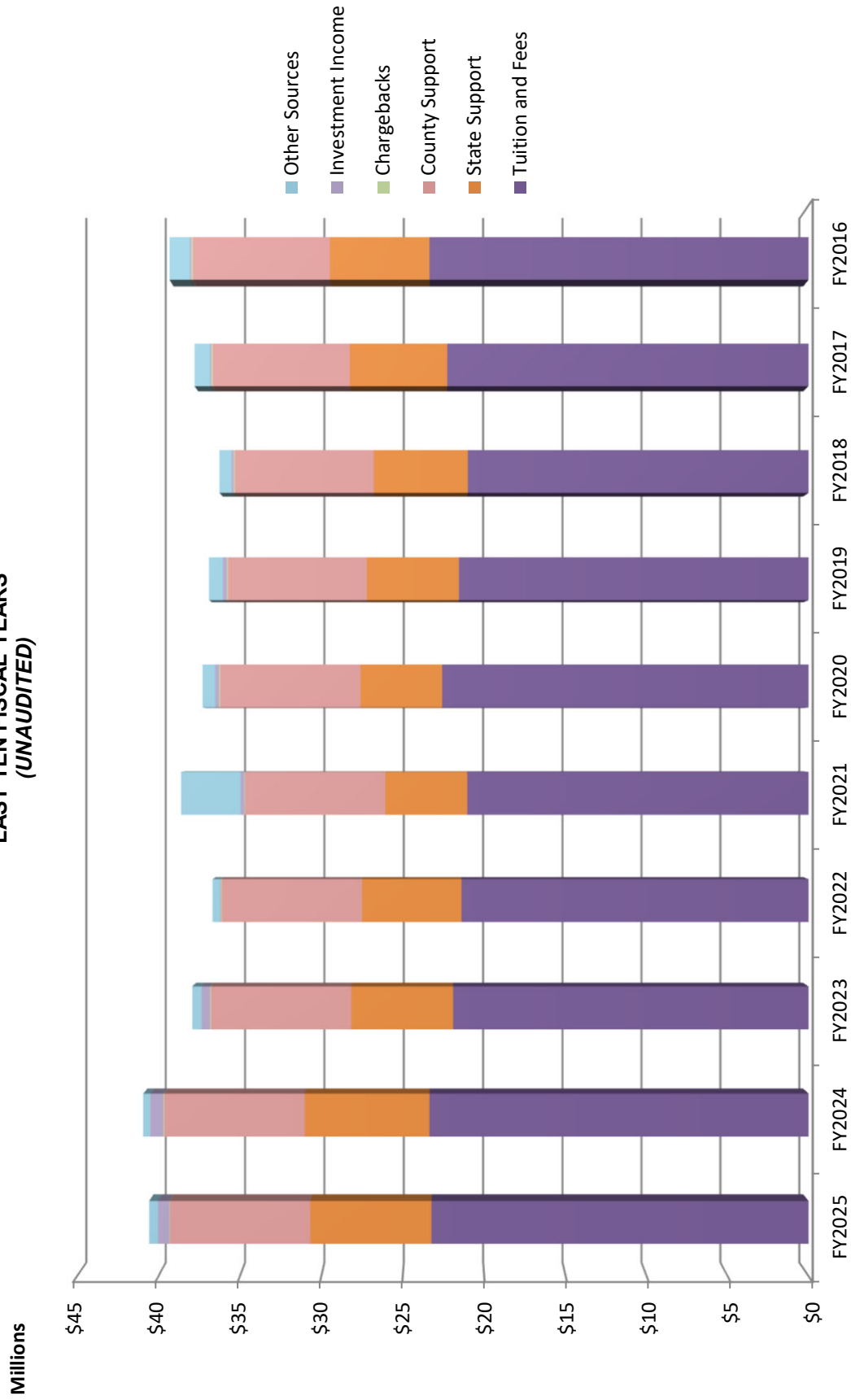
	FY2025	FY2024	FY2023	FY2022	FY2021	FY2020	FY2019	FY2018	FY2017	FY2016
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL
Student tuition and fees	\$ 24,305,149	\$ 24,335,571	\$ 22,719,633	\$ 22,154,334	\$ 21,497,433	\$ 23,806,723	\$ 22,645,055	\$ 22,462,604	\$ 23,657,536	\$ 24,820,999
Allowances	(14,258,608)	(14,098,864)	(12,942,486)	(15,557,322)	(11,900,849)	(14,049,952)	(11,690,475)	(11,411,093)	(11,193,510)	(11,810,732)
<b>Student tuition and fees, net</b>	<b>10,046,541</b>	<b>10,236,707</b>	<b>9,777,147</b>	<b>6,597,012</b>	<b>9,596,584</b>	<b>9,756,771</b>	<b>10,954,580</b>	<b>11,051,511</b>	<b>12,464,026</b>	<b>13,010,267</b>
Federal grants and contracts	15,345,455	13,673,450	14,667,092	25,794,022	24,287,472	16,275,557	13,619,298	13,838,463	14,368,475	16,721,372
State and local grants and contracts	7,288,256	7,682,087	6,052,613	5,199,242	5,117,107	5,129,801	3,462,203	3,030,770	2,402,557	2,896,765
Nongovernmental grants and contracts	110,844	95,816	74,296	57,270	56,250	34,764	54,709	112,170	127,445	123,422
Sales and services of educational departments	39,511	31,872	45,936	39,586	18,136	37,687	55,329	77,356	67,627	75,981
Other operating revenues	444,890	383,690	380,753	378,479	331,757	566,378	685,396	624,544	626,157	501,552
<b>Operating Revenues</b>	<b>33,275,497</b>	<b>32,103,622</b>	<b>30,997,837</b>	<b>38,065,611</b>	<b>39,407,306</b>	<b>31,800,958</b>	<b>28,831,515</b>	<b>28,734,814</b>	<b>30,056,287</b>	<b>33,329,359</b>
State appropriations	10,009,773	9,155,135	8,194,188	9,807,079	9,521,867	6,651,389	8,978,848	10,098,949	11,552,290	6,126,540
County appropriations	8,621,706	8,621,869	8,621,924	8,621,977	8,621,685	8,622,037	8,536,603	8,536,679	8,431,319	8,408,622
Gifts	978,061	889,534	702,160	679,579	689,059	630,207	770,454	728,020	586,768	401,750
Investment income	734,143	844,352	533,508	38,826	255,733	265,746	275,198	144,328	100,880	81,144
Other nonoperating revenues	307,770	0	0	0	3,365	38,521	0	0	0	0
<b>Nonoperating revenues</b>	<b>20,651,453</b>	<b>19,510,890</b>	<b>18,051,780</b>	<b>19,147,461</b>	<b>19,091,709</b>	<b>16,207,900</b>	<b>18,561,103</b>	<b>19,507,976</b>	<b>20,671,257</b>	<b>15,018,056</b>
Capital appropriations	1,105,475	3,937,867	6,200,939	8,831,712	7,100,213	4,030,264	2,940,594	5,498,809	9,269,879	7,254,485
Other revenues	0	0	0	0	0	0	0	78,300	294,040	12,988
Auxiliary enterprises: student activities	157,870	85,312	88,670	86,563	87,248	105,866	101,523	117,187	127,708	140,656
<b>Operating Revenues</b>	<b>\$ 55,190,295</b>	<b>\$ 55,637,691</b>	<b>\$ 55,339,226</b>	<b>\$ 66,131,347</b>	<b>\$ 65,686,476</b>	<b>\$ 52,144,988</b>	<b>\$ 50,434,735</b>	<b>\$ 53,937,086</b>	<b>\$ 60,419,171</b>	<b>\$ 55,755,544</b>
Student tuition and fees	44.04%	43.74%	41.06%	33.50%	32.73%	45.65%	44.90%	41.65%	39.16%	44.52%
Allowances	-25.84%	-25.34%	-23.39%	-23.52%	-18.12%	-26.94%	-23.18%	-21.16%	-18.53%	-21.18%
<b>Student tuition and fees, net</b>	<b>18.20%</b>	<b>18.40%</b>	<b>17.67%</b>	<b>9.98%</b>	<b>14.61%</b>	<b>18.71%</b>	<b>21.72%</b>	<b>20.49%</b>	<b>20.63%</b>	<b>23.33%</b>
Federal grants and contracts	27.80%	24.57%	26.50%	39.00%	36.97%	31.21%	27.00%	25.66%	23.78%	29.99%
State and local grants and contracts	13.21%	13.81%	10.94%	7.86%	7.79%	9.84%	6.86%	5.62%	3.96%	5.20%
Nongovernmental grants and contracts	0.20%	0.17%	0.13%	0.09%	0.09%	0.07%	0.11%	0.21%	0.21%	0.22%
Sales and services of educational departments	0.07%	0.06%	0.08%	0.06%	0.03%	0.07%	0.11%	0.14%	0.11%	0.14%
Other operating revenues	0.81%	0.69%	0.69%	0.57%	0.51%	1.09%	1.36%	1.16%	1.04%	0.90%
<b>Operating Revenues</b>	<b>60.29%</b>	<b>57.70%</b>	<b>56.01%</b>	<b>57.56%</b>	<b>60.00%</b>	<b>60.99%</b>	<b>57.16%</b>	<b>53.27%</b>	<b>49.76%</b>	<b>59.78%</b>
State appropriations	18.14%	16.45%	14.81%	14.83%	14.50%	12.76%	17.80%	18.72%	19.12%	10.99%
County appropriations	15.62%	15.50%	15.58%	13.04%	13.12%	16.53%	16.93%	15.83%	13.95%	15.08%
Gifts	1.77%	1.60%	1.27%	1.03%	1.05%	1.21%	1.53%	1.35%	0.97%	0.72%
Investment income	1.33%	1.52%	0.96%	0.06%	0.39%	0.51%	0.55%	0.27%	0.17%	0.15%
Other nonoperating revenues	0.56%	0.00%	0.00%	0.00%	0.00%	0.07%	0.00%	0.00%	0.00%	0.00%
<b>Nonoperating revenues</b>	<b>37.42%</b>	<b>35.07%</b>	<b>32.62%</b>	<b>28.96%</b>	<b>29.06%</b>	<b>31.05%</b>	<b>36.81%</b>	<b>36.17%</b>	<b>34.21%</b>	<b>26.94%</b>
Capital appropriations	2.00%	7.08%	11.21%	13.35%	10.81%	7.73%	5.83%	10.19%	15.34%	13.01%
Other revenues	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.15%	0.15%	0.49%	0.02%
Auxiliary enterprises: student activities	0.29%	0.15%	0.16%	0.13%	0.13%	0.20%	0.22%	0.22%	0.21%	0.25%
<b>Operating Revenues</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Note: GASB Statement No. 75 was implemented for June 30, 2017 year end.

(Excludes Additions to Permanent Endowments)

Source: Statement of Revenues, Expenses, and Changes in Net Position by Year

**ATLANTIC CAPE COMMUNITY COLLEGE  
REVENUES BY SOURCE  
CURRENT UNRESTRICTED OPERATING FUND  
LAST TEN FISCAL YEARS  
(UNAUDITED)**



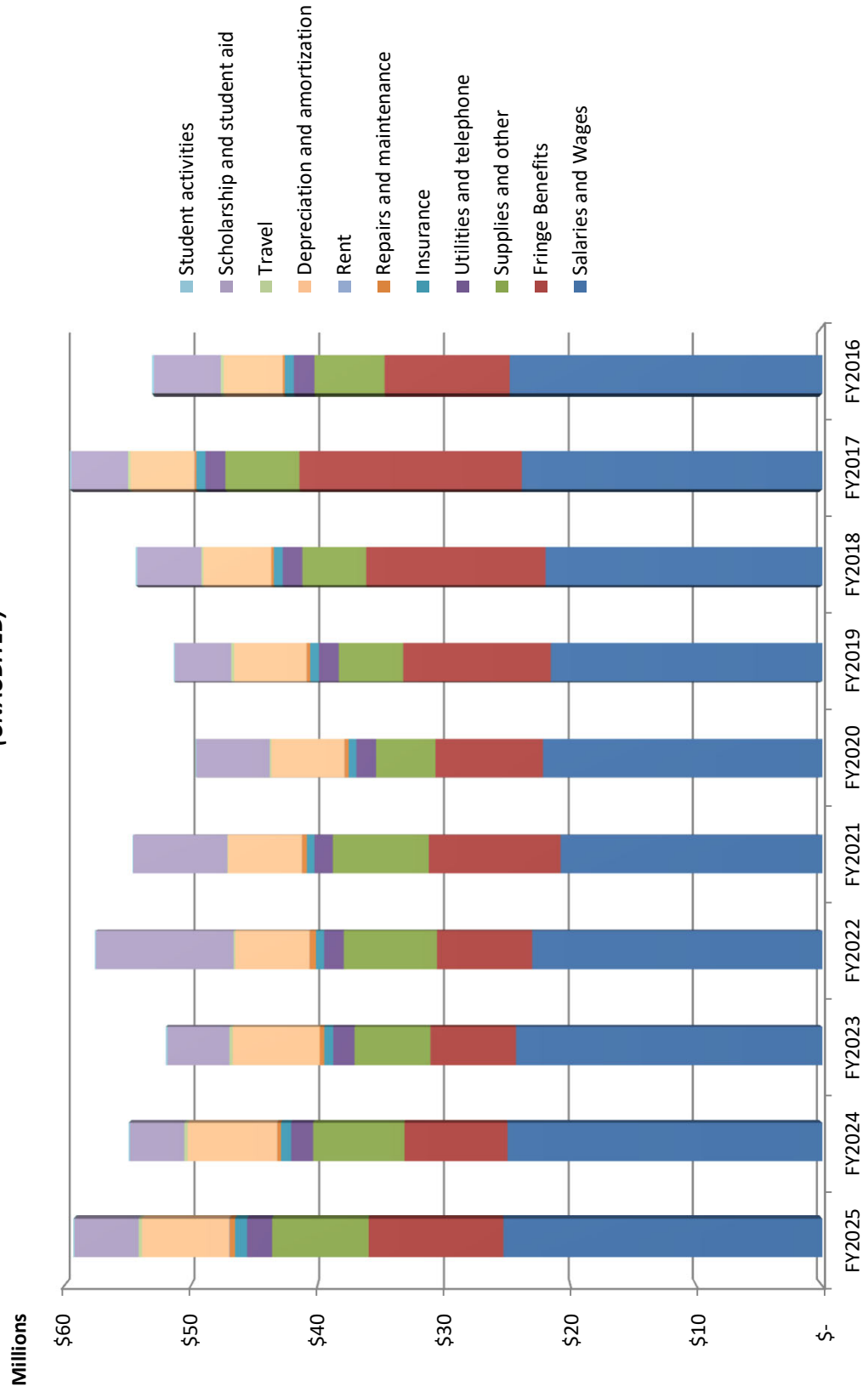
ATLANTIC CAPE COMMUNITY COLLEGE  
REVENUES BY SOURCE  
CURRENT UNRESTRICTED OPERATING FUND  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	FY2025 ACTUAL	FY2024 ACTUAL	FY2023 ACTUAL	FY2022 ACTUAL	FY2021 ACTUAL	FY2020 ACTUAL	FY2019 ACTUAL	FY2018 ACTUAL	FY2017 ACTUAL	FY2016 ACTUAL
<b>Source:</b>										
Credit Tuition and Fees	\$ 21,976,656	\$ 21,993,193	\$ 20,607,001	\$ 20,315,812	\$ 20,584,914	\$ 21,981,223	\$ 20,688,445	\$ 20,107,654	\$ 21,278,827	\$ 22,290,697
Continuing Education Programs	1,255,315	1,360,712	1,294,698	1,079,573	455,139	597,844	861,843	894,796	990,872	1,066,620
Tuition and Fees	23,231,971	23,353,905	21,901,699	21,395,385	21,040,053	22,579,067	21,550,288	21,002,450	22,269,699	23,357,317
State Support	7,444,655	7,667,366	6,261,209	6,096,722	5,028,625	5,017,319	5,649,578	5,773,278	5,974,625	6,126,540
County Support	8,621,346	8,621,346	8,621,346	8,621,346	8,621,346	8,621,346	8,535,828	8,535,828	8,430,448	8,407,171
Chargebacks	34,956	54,670	56,960	62,358	32,119	57,968	64,439	66,499	70,427	94,387
Investment Income	694,315	798,417	502,571	36,220	236,858	245,628	256,172	132,196	95,842	78,122
Other Sources	542,349	448,835	581,716	471,979	3,657,510	773,943	848,546	744,175	942,016	1,257,862
<b>TOTAL</b>	<b>\$ 40,569,592</b>	<b>\$ 40,944,539</b>	<b>\$ 37,925,501</b>	<b>\$ 36,684,010</b>	<b>\$ 38,616,511</b>	<b>\$ 37,295,271</b>	<b>\$ 36,904,851</b>	<b>\$ 36,254,426</b>	<b>\$ 37,783,057</b>	<b>\$ 39,321,399</b>

	FY2025 ACTUAL	FY2024 ACTUAL	FY2023 ACTUAL	FY2022 ACTUAL	FY2021 ACTUAL	FY2020 ACTUAL	FY2019 ACTUAL	FY2018 ACTUAL	FY2017 ACTUAL	FY2016 ACTUAL
<b>Source:</b>										
Tuition and Fees	57.26%	57.04%	57.75%	58.32%	54.49%	60.54%	58.39%	57.93%	58.94%	59.40%
State Support	18.35%	18.73%	16.51%	16.62%	13.02%	13.45%	15.31%	15.93%	15.81%	15.58%
County Support	21.25%	21.06%	22.73%	23.50%	22.33%	23.12%	23.13%	23.54%	22.31%	21.38%
Chargebacks	0.09%	0.13%	0.15%	0.17%	0.08%	0.16%	0.17%	0.18%	0.19%	0.24%
Investment Income	1.71%	1.95%	1.33%	0.10%	0.61%	0.66%	0.70%	0.37%	0.25%	0.20%
Other Sources	1.34%	1.09%	1.53%	1.29%	9.47%	2.07%	2.30%	2.05%	2.50%	3.20%
<b>TOTAL</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

Source: Schedules of Budget Comparison To Actual

**ATLANTIC CAPE COMMUNITY COLLEGE  
EXPENDITURES BY NATURAL CLASSIFICATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**



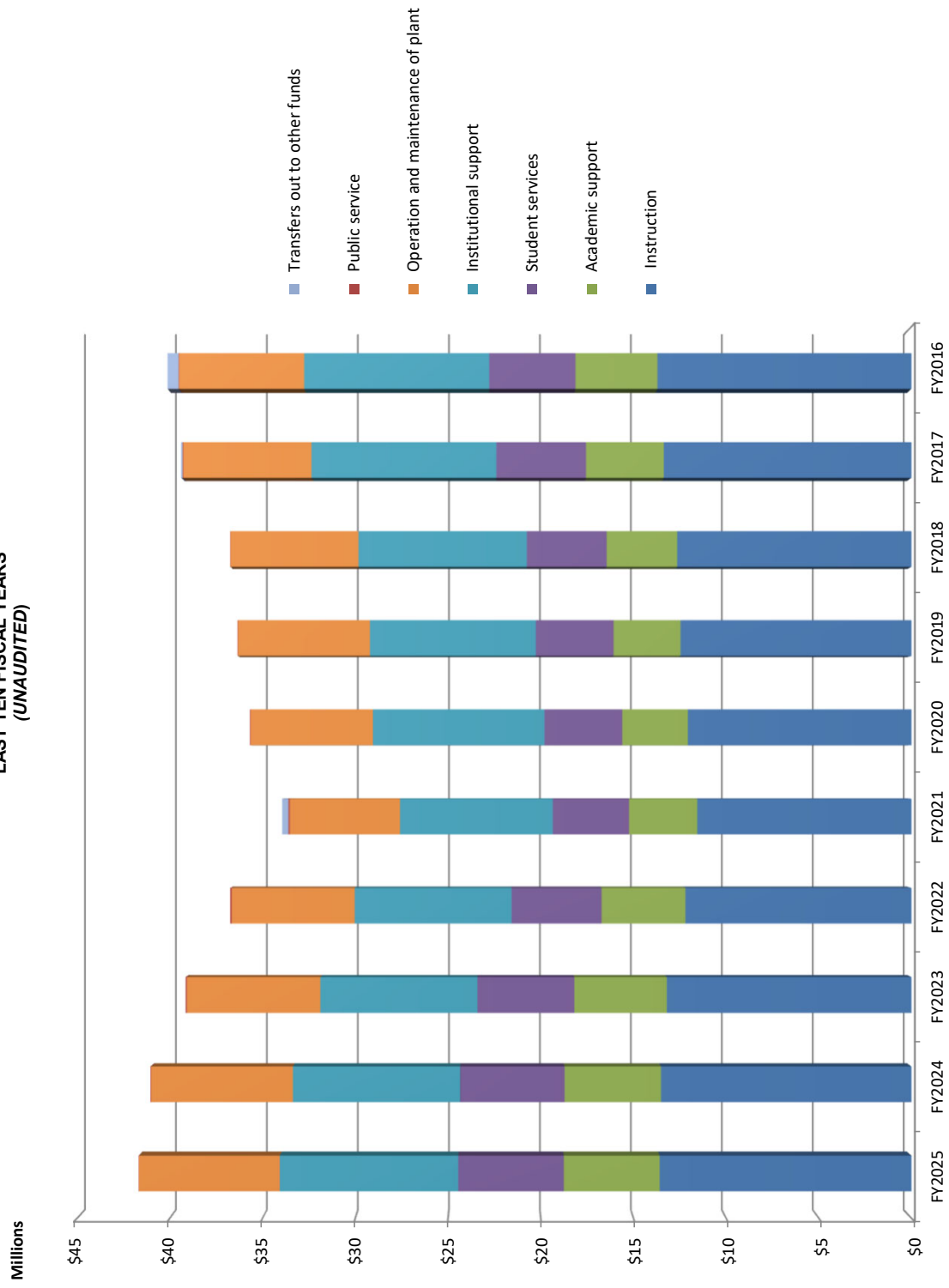
ATLANTIC CAPE COMMUNITY COLLEGE  
EXPENDITURES BY NATURAL CLASSIFICATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	FY2025 ACTUAL	FY2024 ACTUAL	FY2023 ACTUAL	FY2022 ACTUAL	FY2021 ACTUAL	FY2020 ACTUAL	FY2019 ACTUAL	FY2018 ACTUAL	FY2017 ACTUAL	FY2016 ACTUAL
<b>Compensation</b>										
Salaries and Wages	\$ 25,296,792	\$ 24,983,305	\$ 24,303,612	\$ 23,024,275	\$ 20,786,926	\$ 22,185,944	\$ 21,562,203	\$ 21,968,434	\$ 23,856,062	\$ 24,805,205
Fringe Benefits	10,650,524	8,130,637	6,757,995	7,524,400	10,414,636	8,478,490	11,656,497	14,169,775	17,564,926	9,877,457
Total Compensation	<b>35,947,316</b>	<b>33,113,942</b>	<b>31,061,607</b>	<b>30,548,675</b>	<b>31,201,562</b>	<b>30,664,434</b>	<b>33,218,700</b>	<b>36,138,209</b>	<b>41,420,988</b>	<b>34,682,662</b>
<b>Other Expenditures</b>										
Supplies and other	7,627,946	7,223,658	5,993,017	7,370,602	7,574,758	4,700,488	5,082,373	5,045,453	5,843,985	5,539,948
Utilities and telephone	1,978,002	1,738,088	1,693,186	1,553,153	1,449,170	1,548,803	1,572,188	1,554,973	1,566,252	1,633,870
Insurance	957,276	795,789	701,078	640,510	605,045	619,148	686,187	699,938	723,061	725,052
Repairs and maintenance	423,816	294,995	366,345	494,189	379,680	325,105	285,029	199,437	153,213	148,320
Rent	35,222	15,156	9,668	12,326	12,073	11,651	10,732	10,241	21,299	7,284
Depreciation and amortization	6,895,239	7,067,608	6,873,448	5,870,570	5,843,938	5,759,415	5,723,540	5,361,021	5,028,518	4,662,374
Travel	242,506	257,415	242,747	110,209	44,125	126,908	233,365	153,429	192,708	237,147
	<b>18,160,007</b>	<b>17,392,709</b>	<b>15,879,489</b>	<b>16,051,559</b>	<b>15,908,769</b>	<b>13,091,518</b>	<b>13,593,414</b>	<b>13,024,492</b>	<b>13,529,036</b>	<b>12,953,995</b>
	<b>54,107,323</b>	<b>50,506,651</b>	<b>46,941,096</b>	<b>46,600,234</b>	<b>47,110,381</b>	<b>43,755,952</b>	<b>46,812,114</b>	<b>49,162,701</b>	<b>54,950,024</b>	<b>47,636,667</b>
<b>Scholarship and student aid</b>	<b>5,061,058</b>	<b>4,275,798</b>	<b>4,889,922</b>	<b>10,891,697</b>	<b>7,426,421</b>	<b>5,785,929</b>	<b>4,425,942</b>	<b>5,055,970</b>	<b>4,481,558</b>	<b>5,262,088</b>
<b>Auxiliary enterprises</b>	<b>102,802</b>	<b>118,567</b>	<b>149,059</b>	<b>87,203</b>	<b>55,912</b>	<b>74,842</b>	<b>109,283</b>	<b>126,125</b>	<b>128,936</b>	<b>162,898</b>
Student activities										
	<b>\$ 59,271,183</b>	<b>\$ 54,901,016</b>	<b>\$ 51,980,077</b>	<b>\$ 57,579,134</b>	<b>\$ 54,592,684</b>	<b>\$ 49,616,723</b>	<b>\$ 51,347,339</b>	<b>\$ 54,344,796</b>	<b>\$ 59,560,518</b>	<b>\$ 53,061,643</b>
<b>Expenditures by Natural Classification</b>										
<b>Compensation</b>										
Salaries and Wages	46.8%	49.5%	51.8%	49.4%	44.1%	50.7%	46.1%	44.7%	43.4%	52.1%
Fringe Benefits	19.7%	16.1%	14.4%	16.2%	22.1%	19.4%	24.9%	28.8%	32.0%	20.7%
Total Compensation	<b>66.4%</b>	<b>65.6%</b>	<b>66.2%</b>	<b>65.6%</b>	<b>66.2%</b>	<b>70.1%</b>	<b>71.0%</b>	<b>73.5%</b>	<b>75.4%</b>	<b>72.8%</b>
<b>Other Expenditures</b>										
Supplies and other	14.1%	14.3%	12.8%	15.8%	16.1%	10.7%	10.8%	10.3%	10.6%	11.6%
Utilities and telephone	3.7%	3.4%	3.6%	3.3%	3.1%	3.5%	3.4%	3.2%	2.9%	3.4%
Insurance	1.8%	1.6%	1.5%	1.4%	1.3%	1.4%	1.5%	1.4%	1.3%	1.5%
Repairs and maintenance	0.8%	0.6%	0.8%	1.1%	0.8%	0.7%	0.6%	0.4%	0.3%	0.3%
Rent	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Depreciation and amortization	12.7%	14.0%	14.6%	12.6%	12.4%	13.2%	12.2%	10.9%	9.2%	9.8%
Travel	0.5%	0.5%	0.5%	0.2%	0.1%	0.3%	0.5%	0.3%	0.4%	0.5%
	<b>33.6%</b>	<b>34.4%</b>	<b>33.8%</b>	<b>34.4%</b>	<b>33.8%</b>	<b>29.9%</b>	<b>29.0%</b>	<b>26.5%</b>	<b>24.6%</b>	<b>27.2%</b>
	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

Note: GASB Statement No. 75 was implemented for June 30, 2017 year end.  
GASB Statement No. 96 was implemented for June 30, 2023 year end.

Source: Statement of Revenues, Expenses, and Changes in Net Position by Year

ATLANTIC CAPE COMMUNITY COLLEGE  
 EXPENDITURES BY FUNCTION  
 CURRENT UNRESTRICTED OPERATING FUND  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)



ATLANTIC CAPE COMMUNITY COLLEGE  
EXPENDITURES BY FUNCTION  
CURRENT UNRESTRICTED OPERATING FUND  
LAST TEN FISCAL YEARS  
(UNAUDITED)

ATLANTIC CAPE COMMUNITY COLLEGE  
CURRENT UNRESTRICTED FUND EXPENDITURES  
AND OTHER CHANGES

Operating Expenditures

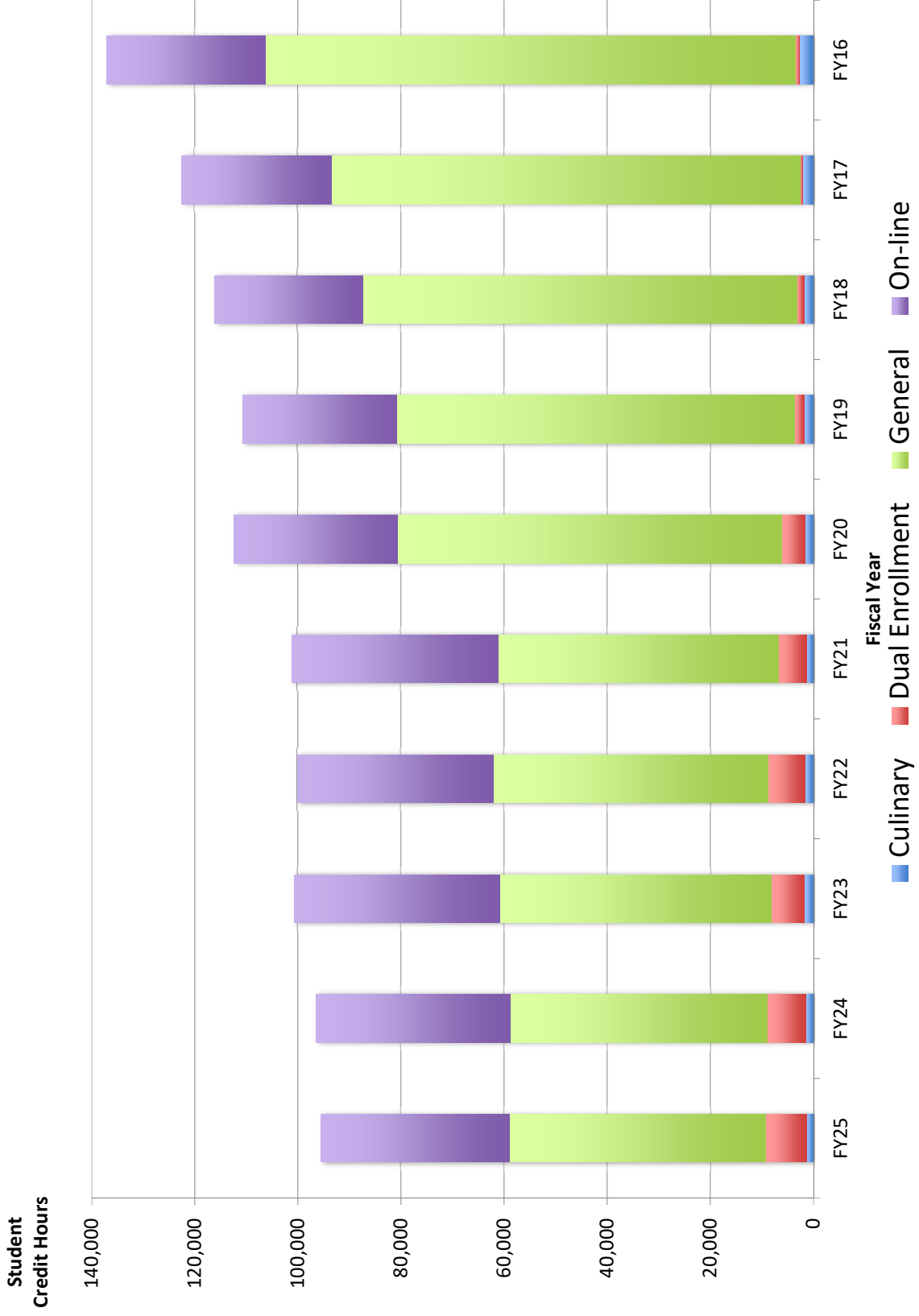
	FY2025 ACTUAL	FY2024 ACTUAL	FY2023 ACTUAL	FY2022 ACTUAL	FY2021 ACTUAL	FY2020 ACTUAL	FY2019 ACTUAL	FY2018 ACTUAL	FY2017 ACTUAL	FY2016 ACTUAL
<b>Functional category:</b>										
Educational and general:										
Instruction										
Credit instruction	\$ 12,891,082	\$ 12,785,829	\$ 12,531,001	\$ 11,588,626	\$ 11,207,107	\$ 11,693,854	\$ 11,953,587	\$ 12,107,886	\$ 12,830,064	\$ 13,162,859
Continuing education instruction	693,143	729,655	668,259	602,509	346,791	369,264	508,650	528,150	533,049	546,280
<b>Total Instruction</b>	<b>13,584,225</b>	<b>13,515,484</b>	<b>13,199,260</b>	<b>12,191,135</b>	<b>11,553,898</b>	<b>12,063,118</b>	<b>12,462,237</b>	<b>12,636,036</b>	<b>13,363,113</b>	<b>13,709,139</b>
Academic support	5,167,222	5,200,521	4,984,131	4,525,549	3,683,088	3,535,176	3,607,211	3,805,360	4,194,522	4,420,263
Student services	5,691,710	5,625,248	5,232,432	4,855,543	4,111,558	4,194,020	4,193,086	4,304,070	4,829,018	4,646,032
Institutional support	9,634,333	9,025,705	8,469,981	8,462,269	8,243,610	9,253,933	8,944,293	9,083,622	9,970,427	9,986,231
Operation and maintenance of plant	7,582,662	7,636,283	7,194,265	6,620,366	5,936,113	6,595,325	7,121,231	6,897,030	6,918,137	6,736,448
Public service	23,437	38,662	72,461	95,282	84,681	40,083	22,892	18,738	35,621	29,957
Transfers out to other funds	0	0	0	0	333,500	0	0	0	80,000	599,130
<b>TOTAL</b>	<b>\$ 41,683,589</b>	<b>\$ 41,041,903</b>	<b>\$ 39,152,530</b>	<b>\$ 36,750,144</b>	<b>\$ 33,946,448</b>	<b>\$ 35,681,655</b>	<b>\$ 36,350,950</b>	<b>\$ 36,744,856</b>	<b>\$ 39,390,838</b>	<b>\$ 40,127,200</b>

	FY2025 ACTUAL	FY2024 ACTUAL	FY2023 ACTUAL	FY2022 ACTUAL	FY2021 ACTUAL	FY2020 ACTUAL	FY2019 ACTUAL	FY2018 ACTUAL	FY2017 ACTUAL	FY2016 ACTUAL
<b>Functional category:</b>										
Educational and general:										
Instruction										
Credit instruction	30.93%	31.15%	32.01%	31.53%	33.01%	32.77%	32.88%	32.95%	32.57%	32.80%
Continuing education instruction	1.66%	1.78%	1.71%	1.64%	1.02%	1.04%	1.40%	1.44%	1.35%	1.36%
<b>Total Instruction</b>	<b>32.59%</b>	<b>32.93%</b>	<b>33.72%</b>	<b>33.17%</b>	<b>34.04%</b>	<b>33.81%</b>	<b>34.28%</b>	<b>34.39%</b>	<b>33.92%</b>	<b>34.16%</b>
Academic support	12.40%	12.67%	12.74%	12.32%	10.85%	9.91%	9.92%	10.36%	10.65%	11.02%
Student services	13.65%	13.71%	13.36%	13.21%	12.11%	11.75%	11.54%	11.71%	12.26%	11.58%
Institutional support	23.11%	21.99%	21.63%	23.03%	24.28%	25.94%	24.61%	24.72%	25.31%	24.89%
Operation and maintenance of plant	18.19%	18.61%	18.37%	18.01%	17.49%	18.48%	19.59%	18.77%	17.56%	16.79%
Public service	0.06%	0.09%	0.18%	0.26%	0.25%	0.11%	0.06%	0.05%	0.09%	0.07%
Transfers out to other funds	0.00%	0.00%	0.00%	0.00%	0.98%	0.00%	0.00%	0.00%	0.20%	1.49%
<b>TOTAL</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

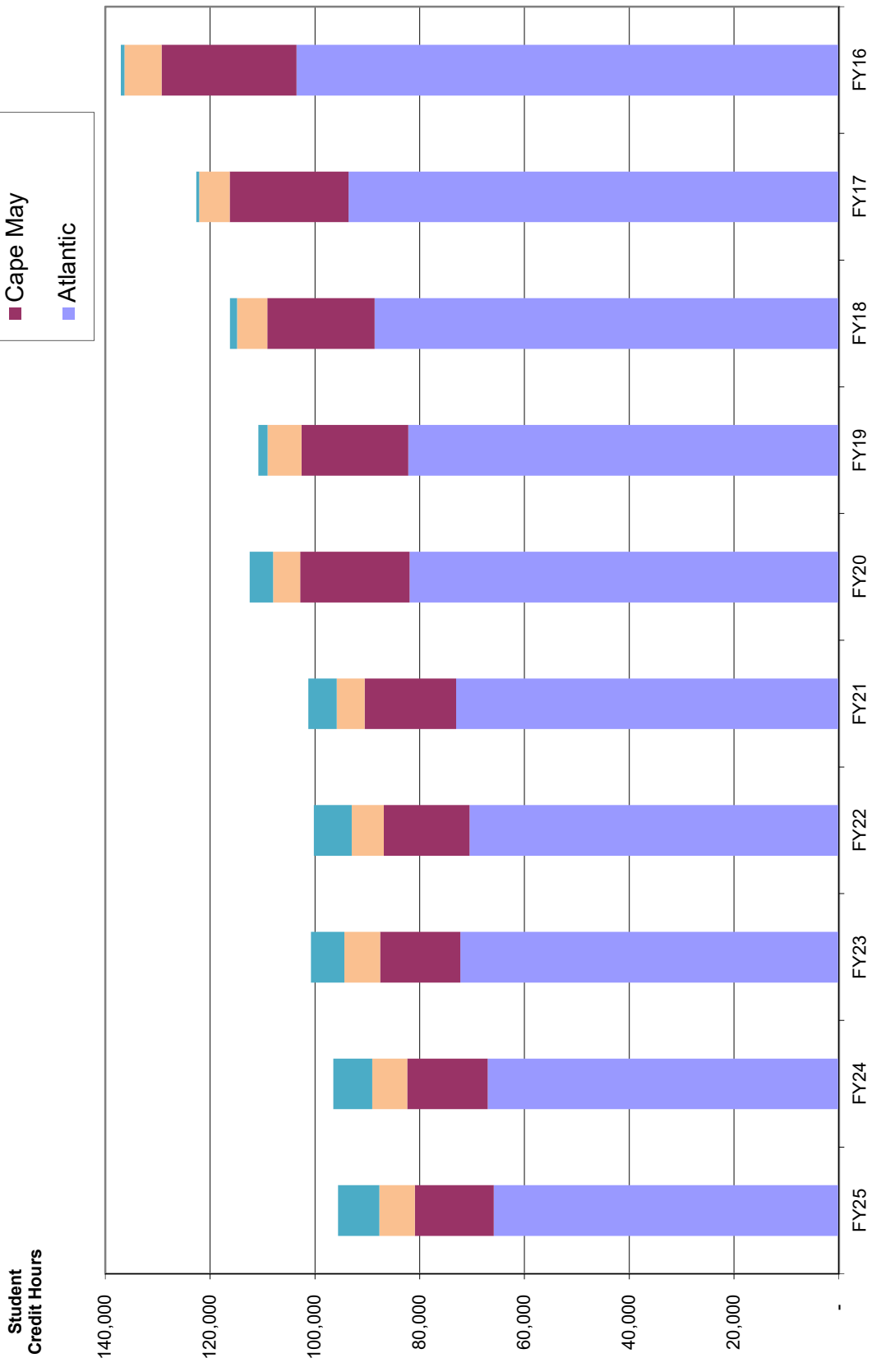
Note: Does not include Technology Replacement or  
Vision for Success Reserves

Source: Schedules of Budget Comparison To Actual

**ATLANTIC CAPE COMMUNITY COLLEGE  
CREDIT HOUR ENROLLMENTS BY TUITION TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**



**ATLANTIC CAPE COMMUNITY COLLEGE  
CREDIT HOUR ENROLLMENTS BY COUNTY OF ORIGIN  
LAST TEN FISCAL YEARS  
(UNAUDITED)**



Fiscal Year

**ATLANTIC CAPE COMMUNITY COLLEGE  
ENROLLMENT DATA  
LAST TEN FISCAL YEARS  
(UNAUDITED)  
CREDIT HOUR ENROLLMENT BY SEMESTER**

<b>Fiscal Year Ended</b>	<b><u>Summer</u></b>	<b><u>Fall</u></b>	<b><u>Spring</u></b>	<b><u>Total</u></b>
6/30/2025	11,024	39,375	45,178	95,577
6/30/2024	10,034	41,481	44,943	96,458
6/30/2023	11,375	43,276	46,080	100,731
6/30/2022	9,072	43,943	47,143	100,158
6/30/2021	11,089	45,744	44,385	101,218
6/30/2020	10,706	50,875	50,821	112,402
6/30/2019	11,424	50,332	49,003	110,759
6/30/2018	11,465	55,200	49,548	116,213
6/30/2017	11,637	58,407	52,568	122,612
6/30/2016	13,376	63,818	59,825	137,019

Total student credit-hours including high school dual enrollment credit hours,  
not including non-credit equivalent credit hours

*Source: Annual Enrollment Reports*

**ATLANTIC CAPE COMMUNITY COLLEGE  
ENROLLMENT DATA  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**CREDIT HOUR ENROLLMENT COMPARISON BY COUNTY OF ORIGIN**

	Atlantic	Cape May	Other	Dual Enrollment	Total
<b>FY25</b> General	39,441	7,909	2,405		49,755
Culinary	711	148	505		1,364
On-line	25,685	7,029	3,825		36,539
Dual Enrollment				7,919	7,919
Total	<u>65,837</u>	<u>15,086</u>	<u>6,735</u>	<u>7,919</u>	<u>95,577</u>
<b>FY24</b> General	39,536	7,863	2,391		49,790
Culinary	875	196	461		1,532
On-line	26,595	7,313	3,786		37,694
Dual Enrollment				7,442	7,442
Total	<u>67,006</u>	<u>15,372</u>	<u>6,638</u>	<u>7,442</u>	<u>96,458</u>
<b>FY23</b> General	42,595	8,023	2,090		52,708
Culinary	806	199	754		1,759
On-line	28,822	7,060	4,005		39,887
Dual Enrollment				6,377	6,377
Total	<u>72,223</u>	<u>15,282</u>	<u>6,849</u>	<u>6,377</u>	<u>100,731</u>
<b>FY22</b> General	42,204	8,851	2,111		53,166
Culinary	802	139	710		1,651
On-line	27,470	7,384	3,255		38,109
Dual Enrollment				7,232	7,232
Total	<u>70,476</u>	<u>16,374</u>	<u>6,076</u>	<u>7,232</u>	<u>100,158</u>
<b>FY21</b> General*	43,098	9,376	1,820		54,294
Culinary	673	107	612		1,392
On-line	29,252	8,007	2,887		40,146
Dual Enrollment				5,386	5,386
Total	<u>73,023</u>	<u>17,490</u>	<u>5,319</u>	<u>5,386</u>	<u>101,218</u>
<b>FY20</b> General	58,599	14,114	1,802		74,515
Culinary	709	229	732		1,670
On-line	22,585	6,536	2,646		31,767
Dual Enrollment				4,450	4,450
Total	<u>81,893</u>	<u>20,879</u>	<u>5,180</u>	<u>4,450</u>	<u>112,402</u>
<b>FY19</b> General	60,644	13,950	2,590		77,184
Culinary	686	226	937		1,849
On-line	20,838	6,186	2,952		29,976
Dual Enrollment				1,750	1,750
Total	<u>82,168</u>	<u>20,362</u>	<u>6,479</u>	<u>1,750</u>	<u>110,759</u>
<b>FY18</b> General	67,548	14,007	2,572		84,127
Culinary	742	235	863		1,840
On-line	20,289	6,258	2,328		28,875
Dual Enrollment				1,371	1,371
Total	<u>88,579</u>	<u>20,500</u>	<u>5,763</u>	<u>1,371</u>	<u>116,213</u>
<b>FY17</b> General	72,369	15,856	2,671		90,896
Culinary	845	258	982		2,085
On-line	20,320	6,579	2,168		29,067
Dual Enrollment				564	564
Total	<u>93,534</u>	<u>22,693</u>	<u>5,821</u>	<u>564</u>	<u>122,612</u>
<b>FY16</b> General	80,976	18,699	3,173		102,848
Culinary	1,094	272	1,361		2,727
On-line	21,428	6,754	2,559		30,741
Dual Enrollment				703	703
Total	<u>103,498</u>	<u>25,725</u>	<u>7,093</u>	<u>703</u>	<u>137,019</u>

\* - Due to the COVID-19 pandemic, the majority of FY21 general courses were held remotely

Source: County and Fiscal Year totals agree to audited Full-Time Equivalent Enrollment reports

**ATLANTIC CAPE COMMUNITY COLLEGE  
ENROLLMENT DATA  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

**% CREDIT HOUR ENROLLMENT COMPARISON BY COUNTY OF ORIGIN**

		<b>Atlantic</b>	<b>Cape May</b>	<b>Other</b>	<b>Dual Enrollment</b>	<b>% of Total</b>
<b>FY25</b>	General	59.91%	52.43%	35.71%		52.06%
	Culinary	1.08%	0.98%	7.50%		1.43%
	On-line	39.01%	46.59%	56.79%		38.23%
	Dual Enrollment				100.00%	8.29%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY24</b>	General	59.00%	51.15%	36.02%		51.62%
	Culinary	1.31%	1.28%	6.94%		1.59%
	On-line	39.69%	47.57%	57.04%		39.08%
	Dual Enrollment				100.00%	7.72%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY23</b>	General	58.98%	52.50%	30.52%		52.33%
	Culinary	1.12%	1.30%	11.01%		1.75%
	On-line	39.91%	46.20%	58.48%		39.60%
	Dual Enrollment				100.00%	6.33%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY22</b>	General*	59.88%	54.06%	34.74%		53.08%
	Culinary	1.14%	0.85%	11.69%		1.65%
	On-line	38.98%	45.10%	53.57%		38.05%
	Dual Enrollment				100.00%	7.22%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY21</b>	General	59.02%	53.61%	34.22%		53.64%
	Culinary	0.92%	0.61%	11.51%		1.38%
	On-line	40.06%	45.78%	54.28%		39.66%
	Dual Enrollment				100.00%	5.32%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY20</b>	General	71.56%	67.60%	34.79%		66.29%
	Culinary	0.87%	1.10%	14.13%		1.49%
	On-line	27.58%	31.30%	51.08%		28.26%
	Dual Enrollment				100.00%	3.96%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY19</b>	General	73.80%	68.51%	39.98%		69.69%
	Culinary	0.83%	1.11%	14.46%		1.67%
	On-line	25.36%	30.38%	45.56%		27.06%
	Dual Enrollment				100.00%	1.58%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY18</b>	General	76.26%	68.33%	44.63%		72.39%
	Culinary	0.84%	1.15%	14.97%		1.58%
	On-line	22.90%	30.53%	40.40%		24.85%
	Dual Enrollment				100.00%	1.18%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY17</b>	General	77.37%	69.87%	45.89%		74.13%
	Culinary	0.90%	1.14%	16.87%		1.70%
	On-line	21.72%	28.99%	37.24%		23.71%
	Dual Enrollment				100.00%	0.46%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%
<b>FY16</b>	General	78.24%	72.69%	44.73%		75.06%
	Culinary	1.06%	1.06%	19.19%		1.99%
	On-line	20.70%	26.25%	36.08%		22.44%
	Dual Enrollment				100.00%	0.51%
	Total	100.00%	100.00%	100.00%	100.00%	100.00%

\* - Due to the COVID-19 pandemic, the majority of FY21 general courses were held remotely

Source: County and Fiscal Year totals agree to audited Full-Time Equivalent Enrollment reports

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## Demographic and Economic Information

Demographic and economic information is intended (1) to assist the user in understanding the socioeconomic environment within which the College operates and (2) to provide information that facilitates comparisons of financial statement information over time and among Colleges. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the College operates.

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**ATLANTIC CAPE COMMUNITY COLLEGE  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS  
(UNAUDITED)**

<u>YEAR</u>	<u>SERVICE AREA POPULATION</u>	<u>SERVICE AREA PERSONAL INCOME (\$ths)</u>	<u>SERVICE AREA PER CAPITA INCOME</u>	<u>SERVICE AREA UNEMPLOYMENT %</u>	<u>SERVICE AREA SECONDARY AND ELEMENTARY ENROLLMENT</u>	<u>SERVICE AREA HIGH SCHOOL GRADUATES</u>
2024	372,989	\$25,371,637	\$82,400	6.2%	53,613	3,895
2023	371,580	\$24,089,884	\$78,224	5.9%	51,624	3,856
2022	371,526	\$22,770,665	\$73,354	5.5%	51,542	3,913
2021	370,711	\$22,916,158	\$73,556	9.4%	51,736	3,877
2020	369,247	\$21,432,519	\$68,033	15.6%	53,616	3,953
2019	369,633	\$19,405,347	\$52,499	5.3%	54,929	4,074
2018	368,851	\$18,161,986	\$49,239	6.1%	55,598	4,010
2017	369,544	\$17,459,827	\$47,247	7.3%	55,739	4,044
2016	370,409	\$16,900,411	\$45,626	7.7%	56,068	4,086
2015	372,473	\$16,672,552	\$44,762	9.9%	56,260	4,083

Note: The College's service area is comprised on Atlantic and Cape May Counties, New Jersey  
 Note: Secondary & Elementary Enrollments & High School Graduates are based on fiscal year, i.e., 2024 (07/01/2023-06/30/2024)

Source: State of New Jersey Department of Labor and Workforce Development,  
 State of New Jersey Department of Education, U.S. Bureau of Labor Statistics  
 and Bureau of Economic Analysis

**ATLANTIC CAPE COMMUNITY COLLEGE  
MAJOR PRIVATE EMPLOYERS, 2025**

**Service Area: Atlantic and Cape May Counties, New Jersey  
(UNAUDITED)**

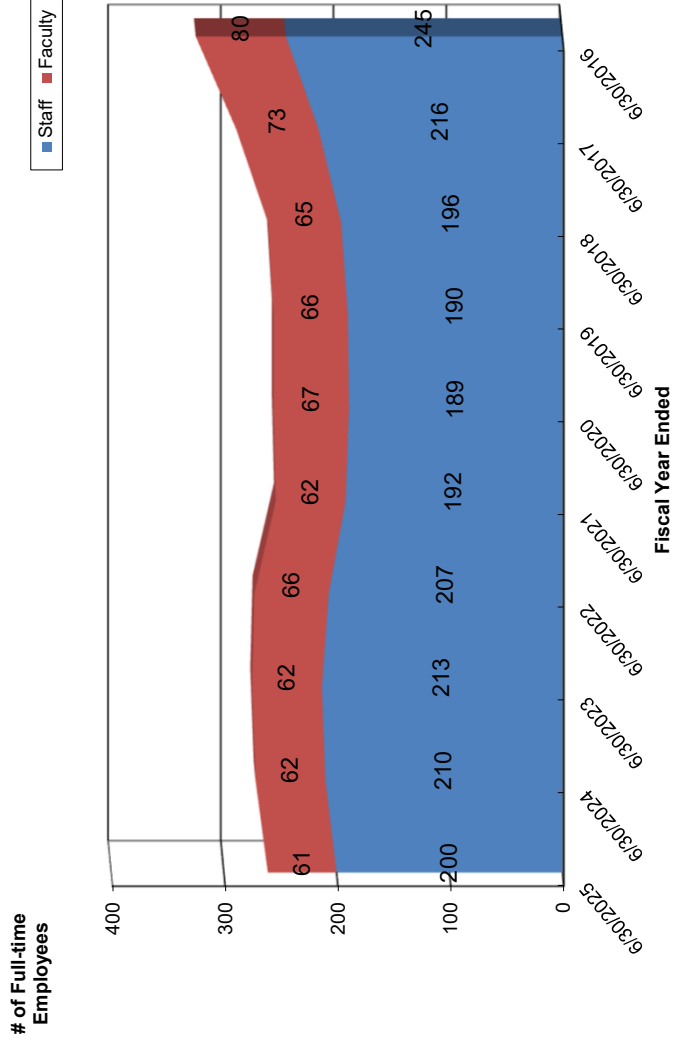
<b>LARGEST EMPLOYERS</b>		
<b>COUNTY</b>	<b>EMPLOYER</b>	<b>TYPE</b>
ATLANTIC	AtlantiCare Health System	Healthcare
ATLANTIC	Shore Medical Center	Healthcare
ATLANTIC	Atlantic Medical Imaging (AMI)	Healthcare
ATLANTIC	Borgota Hotel Casino & Spa	Hospitality
ATLANTIC	Hard Rock Hotel & Casino	Hospitality
ATLANTIC	Harrah's Resort	Hospitality
ATLANTIC	Tropicana Casino and Resort	Hospitality
ATLANTIC	Caesars Casino	Hospitality
ATLANTIC	Ocean Resort & Casino	Hospitality
ATLANTIC	Resorts Casino	Hospitality
ATLANTIC	Golden Nugget Casino	Hospitality
ATLANTIC	Lockheed Martin	Aircraft/ Aerospace
ATLANTIC	FAA Technical Center	Aircraft/ Aerospace
ATLANTIC	Atlantic City Electric	Utility
ATLANTIC	South Jersey Industries Inc.	Utility
ATLANTIC	Walmart/ Sam's Club	Retail
ATLANTIC	Spencer Spirit Holdings, Inc.	Retail
CAPE MAY	Cooper University Hospital Cape Regional	Healthcare
CAPE MAY	Morey's Pier	Entertainment
CAPE MAY	Walmart	Retail
CAPE MAY	Acme Markets	Retail
CAPE MAY	Wawa	Retail
CAPE MAY	OceanFirst Bank	Financial Services
CAPE MAY	ICONA Resorts	Hospitality
CAPE MAY	Cape Resorts	Hospitality
CAPE MAY	Lund's Fishery	Commercial Fishing Industry

Source: Atlantic County Economic Alliance data and New Jersey Department of Labor reports

ATLANTIC CAPE COMMUNITY COLLEGE  
FULL-TIME COLLEGE STAFFING  
LAST TEN FISCAL YEARS  
(UNAUDITED)

**CREDIT HOUR ENROLLMENT AND FULL TIME COLLEGE STAFFING**

Fiscal Year Ended	Credit Hour Enrollment (AUDITED)*	FTE	% Change	Faculty	Staff	TOTAL FULL-TIME	% Change
6/30/2025	95,577	3,186	-0.9%	61	200	261	-4.0%
6/30/2024	96,458	3,215	-4.2%	62	210	272	-1.1%
6/30/2023	100,731	3,358	0.6%	62	213	275	0.7%
6/30/2022	100,158	3,339	-1.0%	66	207	273	7.5%
6/30/2021	101,218	3,374	-10.0%	62	192	254	-0.8%
6/30/2020	112,402	3,747	1.5%	67	189	256	0.0%
6/30/2019	110,759	3,692	-4.7%	66	190	256	-1.9%
6/30/2018	116,213	3,874	-5.2%	65	196	261	-9.7%
6/30/2017	122,612	4,087	-10.5%	73	216	289	-11.1%
6/30/2016	137,019	4,567	-7.3%	80	245	325	-2.1%



\* - includes Dual Enrollment Credits